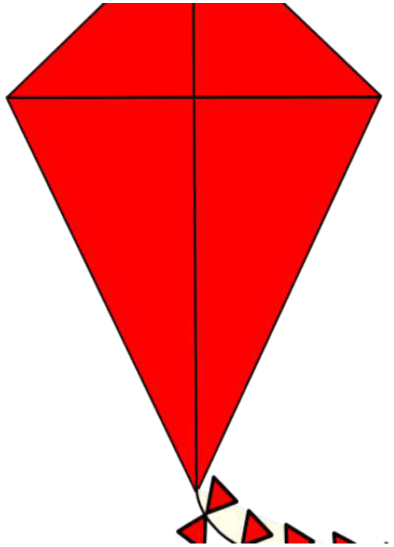
Forex trading using advanced supply and demand techniques

TO BE A TRADER

T.ME/TOBEATRADER

Key Level Over Under



KLOU

Chart - Master FX


FOREX
SELL



About the Author

Chart Master

Kudakwashe Mazibisa popularly known as the Chart Master was born in Zimbabwe. He is currently residing in South Africa. Kudakwashe is a full-time trader, who worked as a statistician before joining the forex industry. He believes in the power of forex research, data collection through flashcards, and record keeping. Kudakwashe is a product of Read The Market (RTM).



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We are available on YouTube, Telegram, Instagram and Facebook. We use the name Chart-Master FX in all these social media platforms.

Acknowledgements

The KLOU standard operating procedure was invented by Cikgu Mukmin Shahrun (CMS) of High Liquidity Zones (HZL). He is one of the great traders, I have ever known. Many thanks to you CMS.



Foreword

I am thrilled to share my knowledge and experience in forex trading. Forex trading has helped me to be disciplined, diligent, patient and to stay focused. The road to become a consistent profitable trader is full of obstacles and challenges. Forex trading is not easy. It is not a get rich quick scheme. You need to work hard, if you want to experience good results. If you are a lazy kind of a person, I am sorry, forex trading is not meant for you. Try something else! There is no shortcut to success, you need to go through all the phases necessary to reach the top. Happy reading!!



Disclaimer

There are risks associated with trading forex. Purchasing this book will not guarantee you profits in the market. To experience good results, I advise everyone who purchases this book to do a lot of back-testing and forward-testing before attempting to trade on a live account. No liability will be assumed to Chart-Master FX for any losses incurred, as a result of using this strategy.

Having said that the KLOU strategy gives you a significant edge in the market. My assurance to you is that once you master this strategy, you will be in a position to maximize profits and minimise losses.



General Information

- This strategy works for currencies, indices, and any other commodities.
- This standard operating procedure works for any time timeframe i.e. M1, M5, M15, M30, H1, H4, D1, W1, MN.
- This standard operating procedure is based on naked charts. Hence, there are no indicators needed to master this strategy.
- Additional resources related to this strategy are available on our YouTube and Telegram channel.

Stop Loss: The stop loss should be placed just above the decision point of interest.

Target Profit: The main target profit should be placed at the deep end of the KLOU structural drawing.

Decision Points: All decision points should be located inside the golden zone. Additionally, a DP located along the key level has a high probability of holding the price.

Price Momentum: The variable momentum should be considered when evaluating the odds of trade success or failure. A KLOU setup with strong momentum is more likely to work than the one with weak momentum.

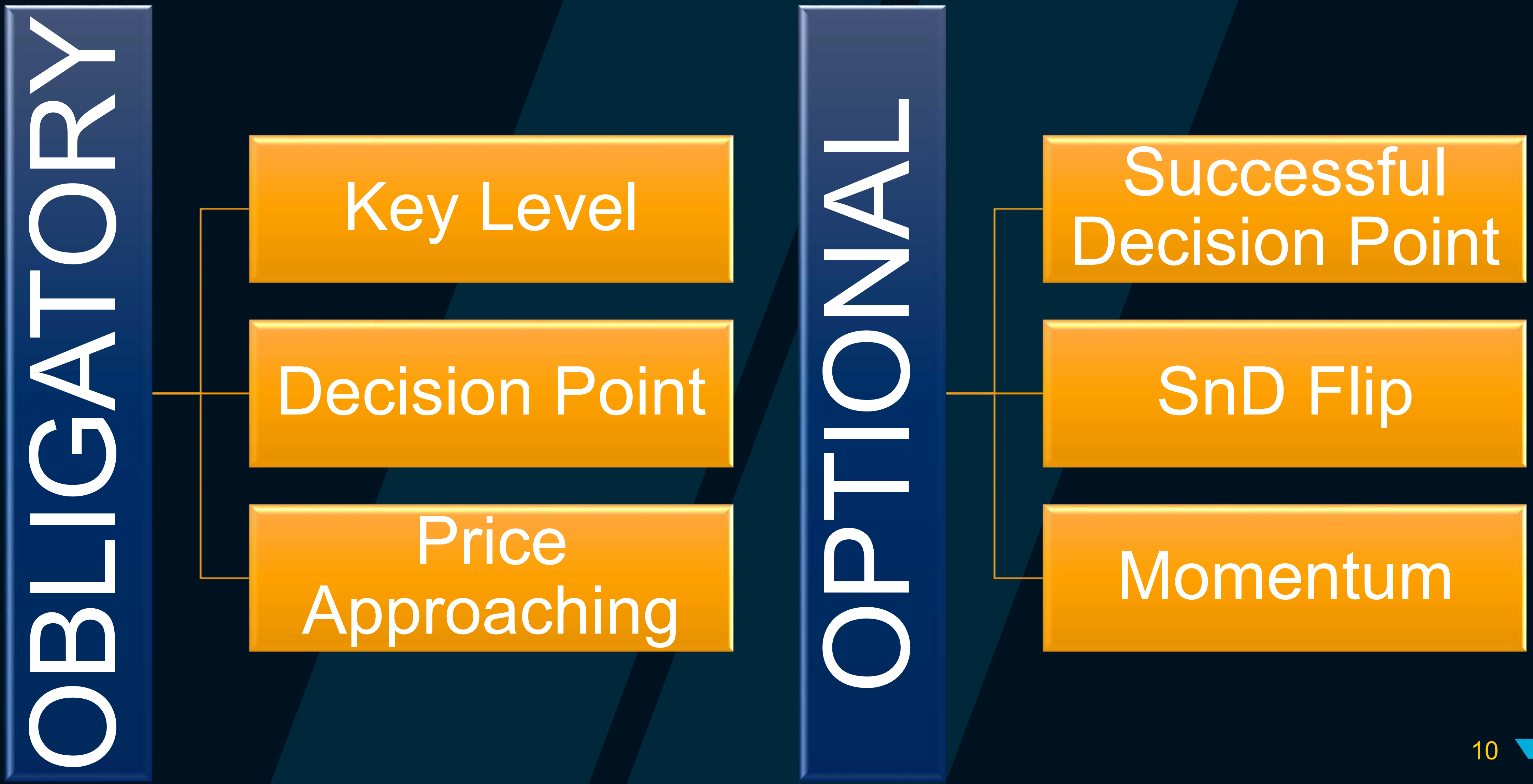
High Risk: A trade without a PA is considered a high-risk trade.

Medium Risk: A trade with only an SnD flip approach is considered a medium-risk trade.

Low Risk: A trade with SnD flip in conjunction with other types of PA (CP, 3D, CPLQ, FO) is classified as a low-risk trade.

Engulf: The KLOU setup that breaks a significant high or low has a high probability of being successful.

Check List


OBLIGATORY
Key Level
Decision Point
Price Approaching
OPTIONAL
Successful Decision Point
SnD Flip
Momentum

List of Abbreviations

3D	**3 Drive**	KL	**Key Level**
CP	Compression	LL	Lower Low
CPLQ	Compression plus liquidity	MM	Momentum
DBD	Drop Base Drop	MPL	Maximum Pain Level
DBR	Drop Base Rally	OU	Over under
DM	Dabel Maru	PA	Price Approaching
DP	Decision Point	QML	Quasimodo Level
ENG	Engulf	RBD	Rally Base Drop
FO	Fake-Out	RBR	Rally Base Rally
FTB	First Time Back	SDP	Successful Decision Point
GZ	Golden Zone	SnD	Supply and Demand
HH	Higher High	S&R	Support and Resistance
		SOP	Standard Operating Procedure

CONTENTS PAGE

INTRODUCTION TO SUPPLY AND DEMAND



SnD COMPONENTS

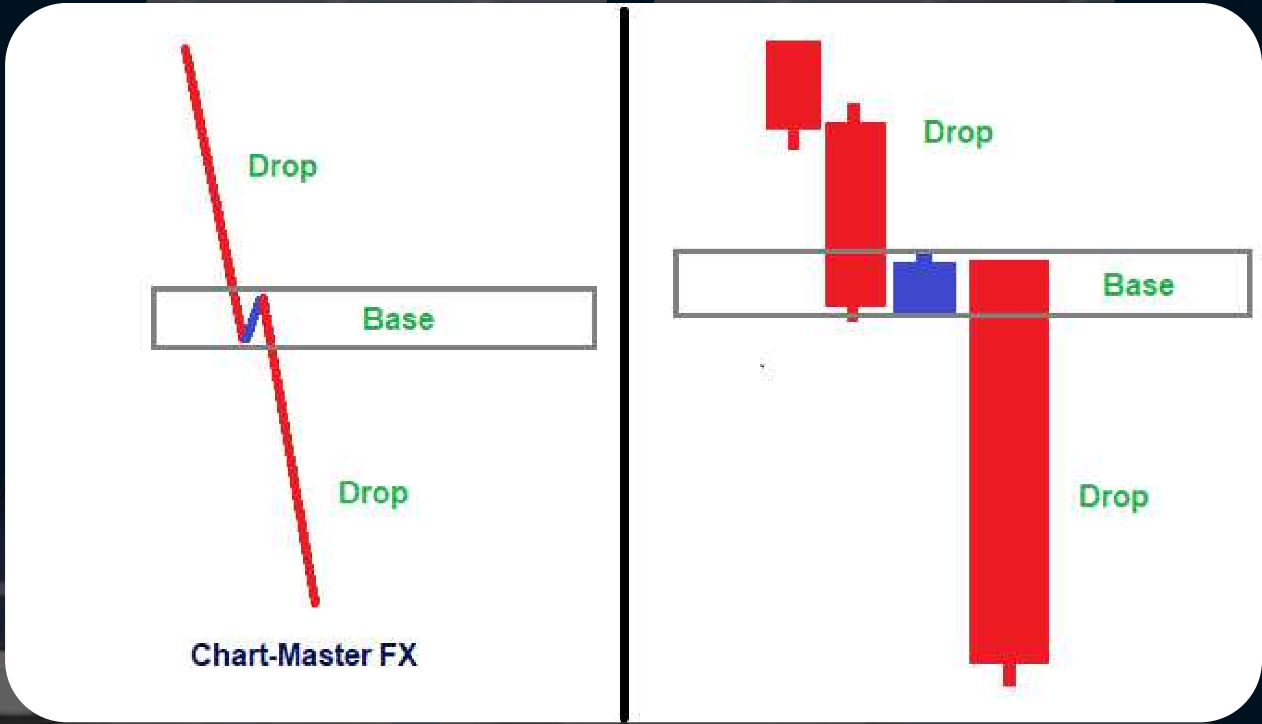
Continuous Patterns

Reversal Patterns

Supply and Demand Zones

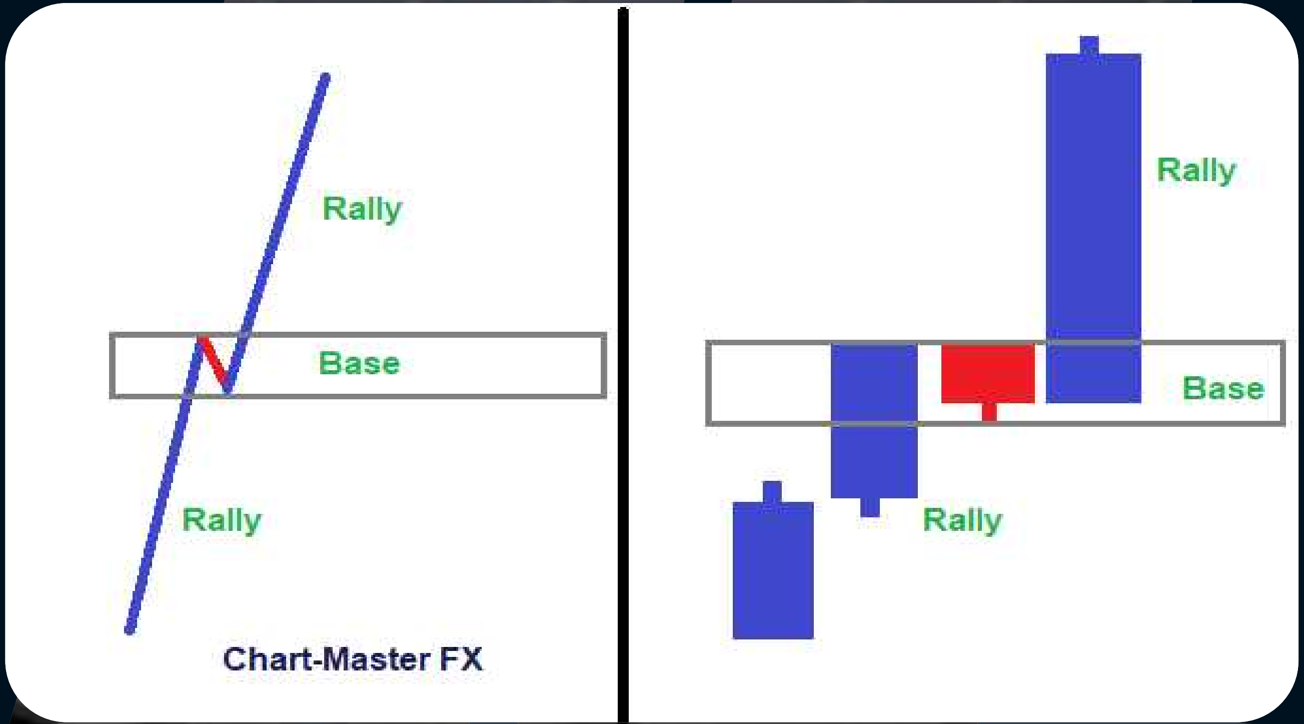
DBD

A drop base drop is classified as a continuous pattern. The price moves down south and then pauses for a moment before continuing with its journey to the southern kingdom. The pause made by price is called a base, which is also known as a decision point.



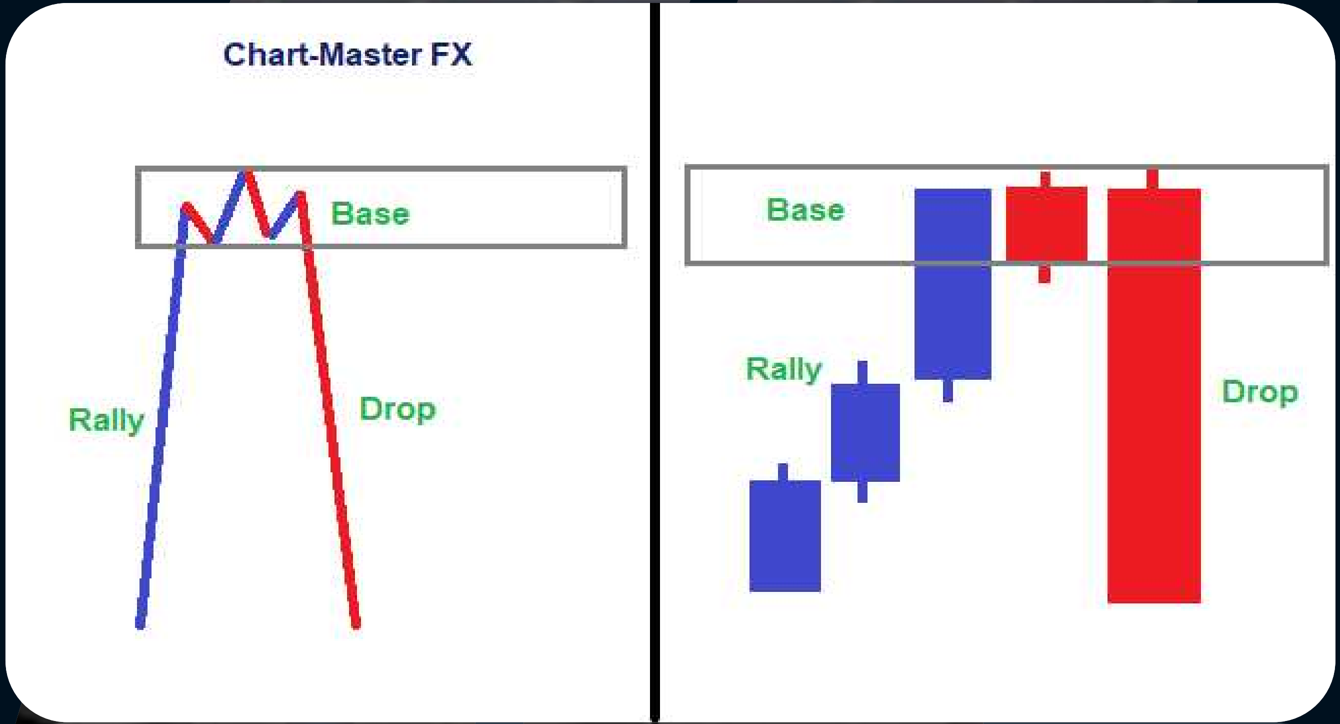
RBR

An RBR is a continuous pattern that has three components namely a rally, base, and another rally. The base created can be one or multiple bearish candles. The base is what is called a decision point.



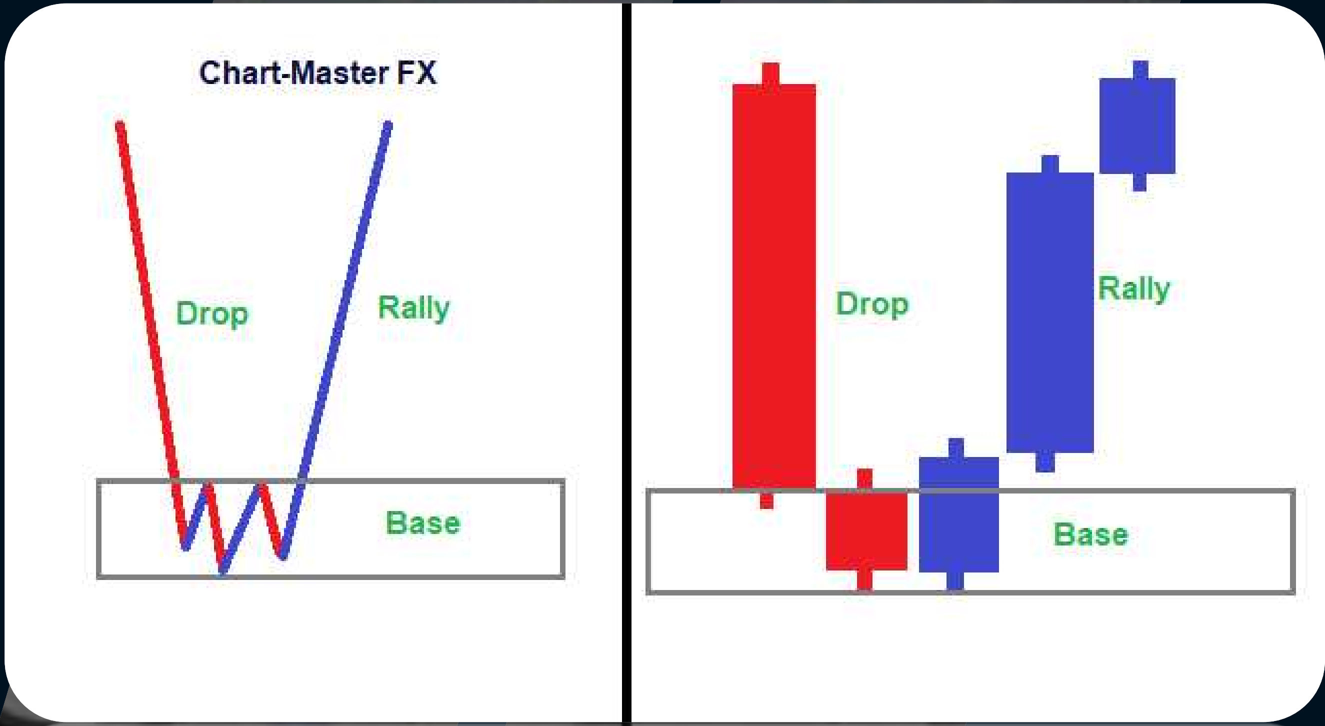
RBD

An RBD is a reversal pattern that consists of three components namely a rally, base, drop. The base created is called price cap. It is also a decision point that is used in supply and demand trading.



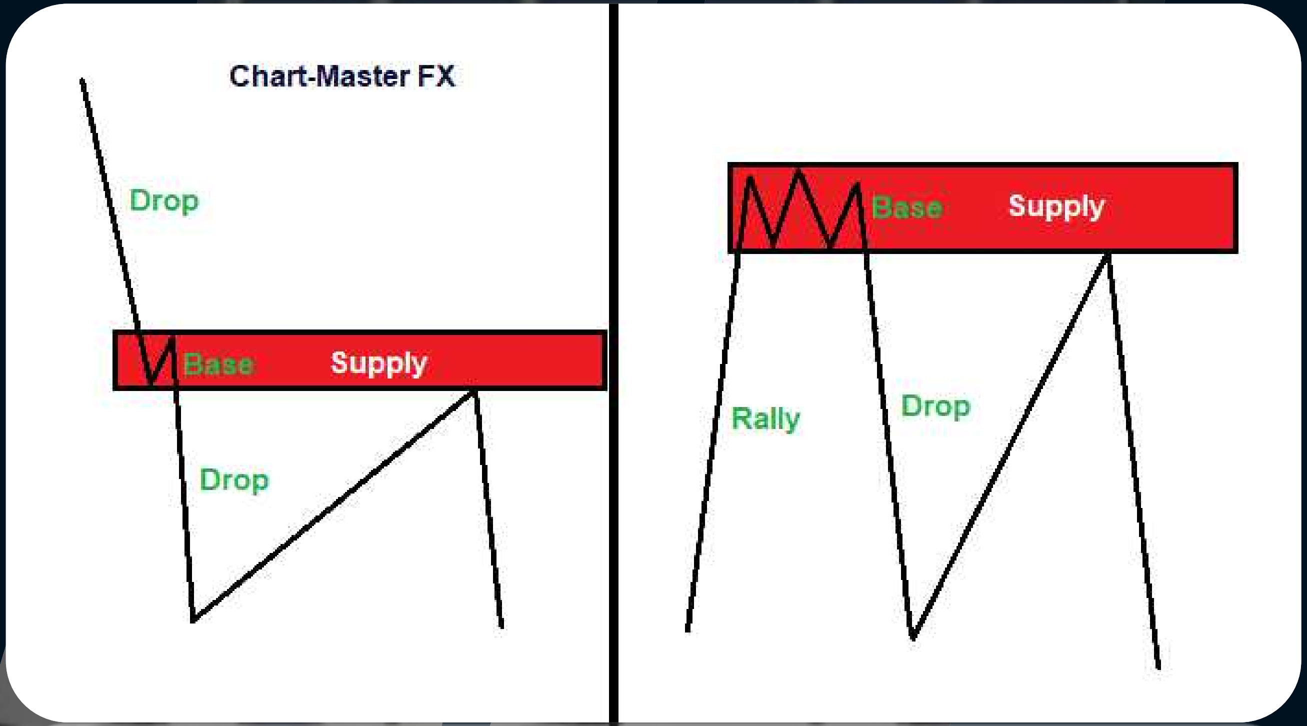
DBR

A DBR is a reversal pattern that consists of three components namely drop, base, rally. A base created before the price rallies up is known as a decision point.



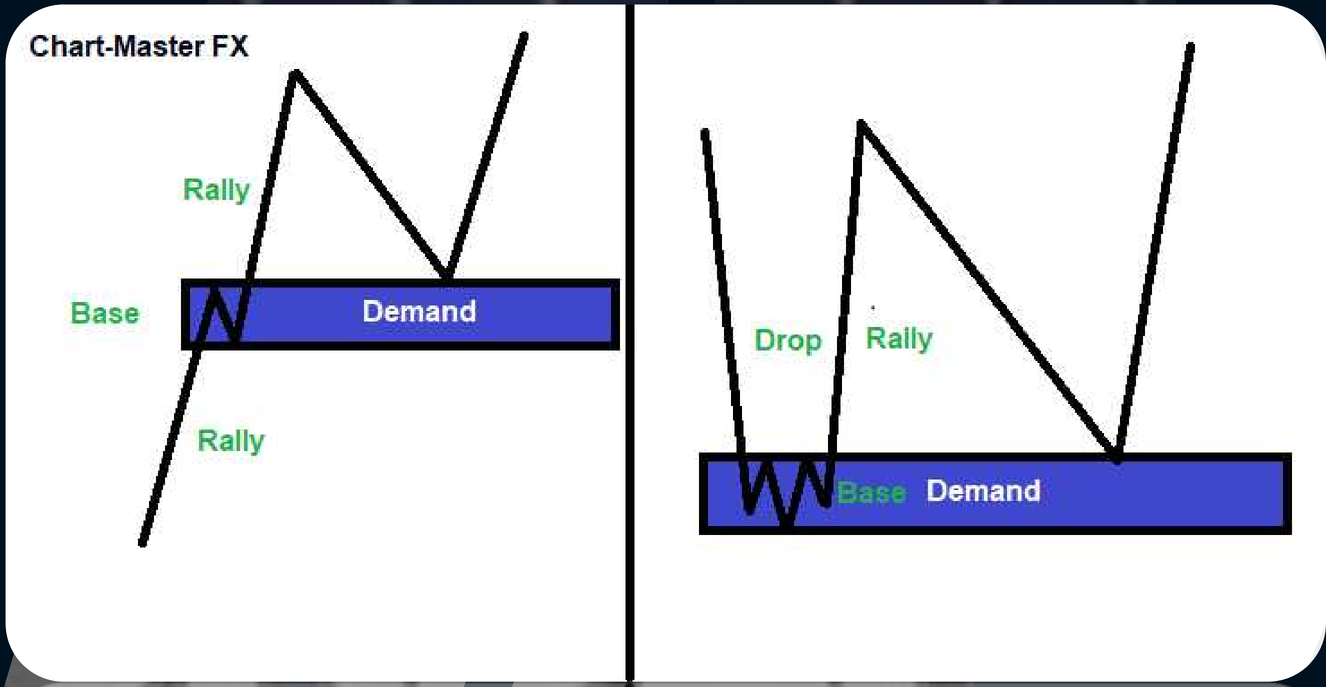
Supply

There are two types of supply namely DBD and RBD. The rule is to sell at supply. A supply is considered as fresh if the price is yet to make the first visit. At supply, is where selling opportunities are found.



Demand

There are two types of demand namely RBR and DBR. The rule is to buy at demand. Hence, at demand zone is where buying opportunities are found.



KLOU COMPONENTS



KLOU

Key Level (KL)

Over Under (OU)

Decision Points (DP)

SDP and GZ

Conceptual Framework

Successful Decision Point

Golden Zone

Price Approaching

Key Level

Decision Points

Supply and Demand Flip

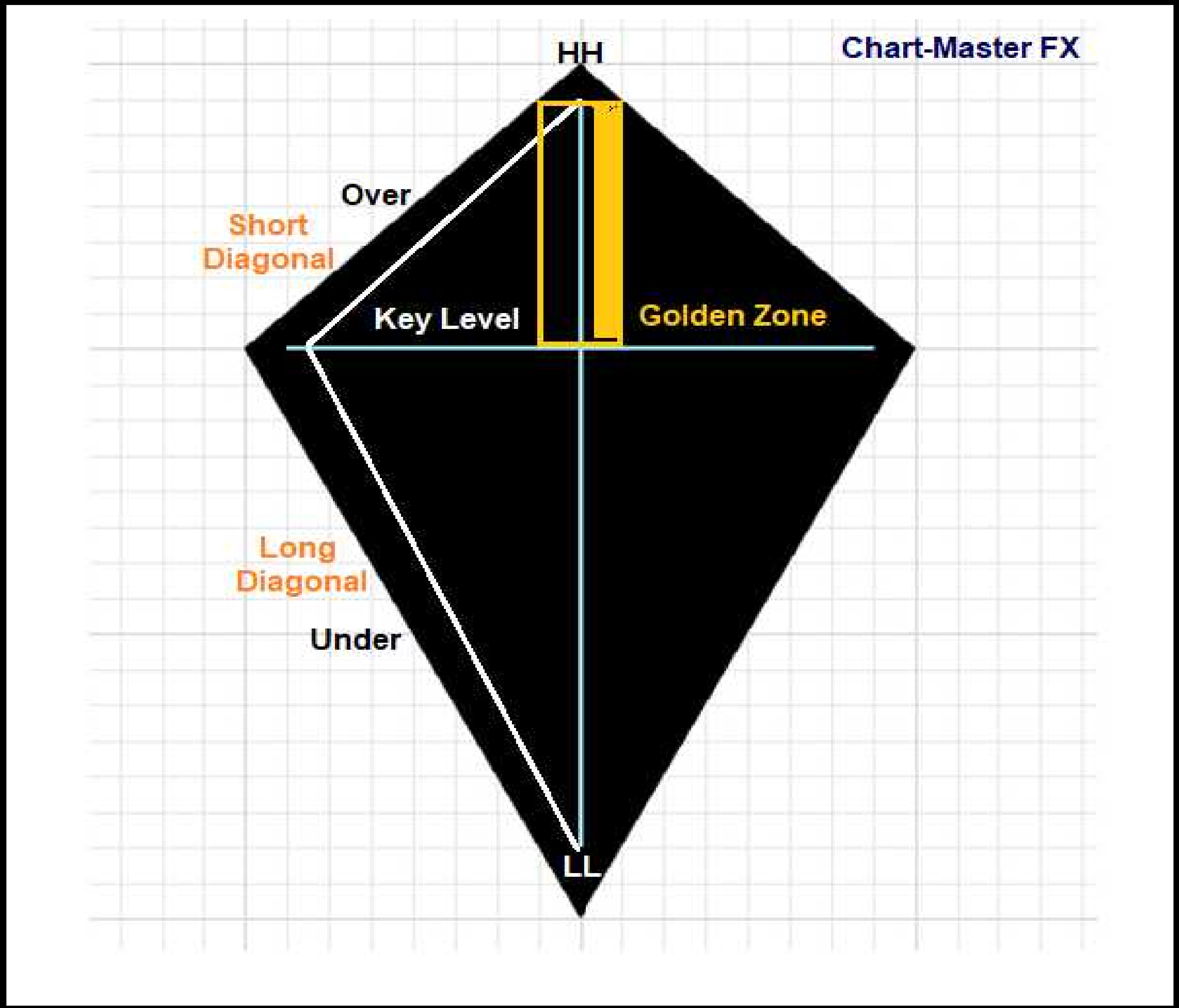
Over-Under

DM, MPL, QML.

FO, CP, CPLQ, 3D.

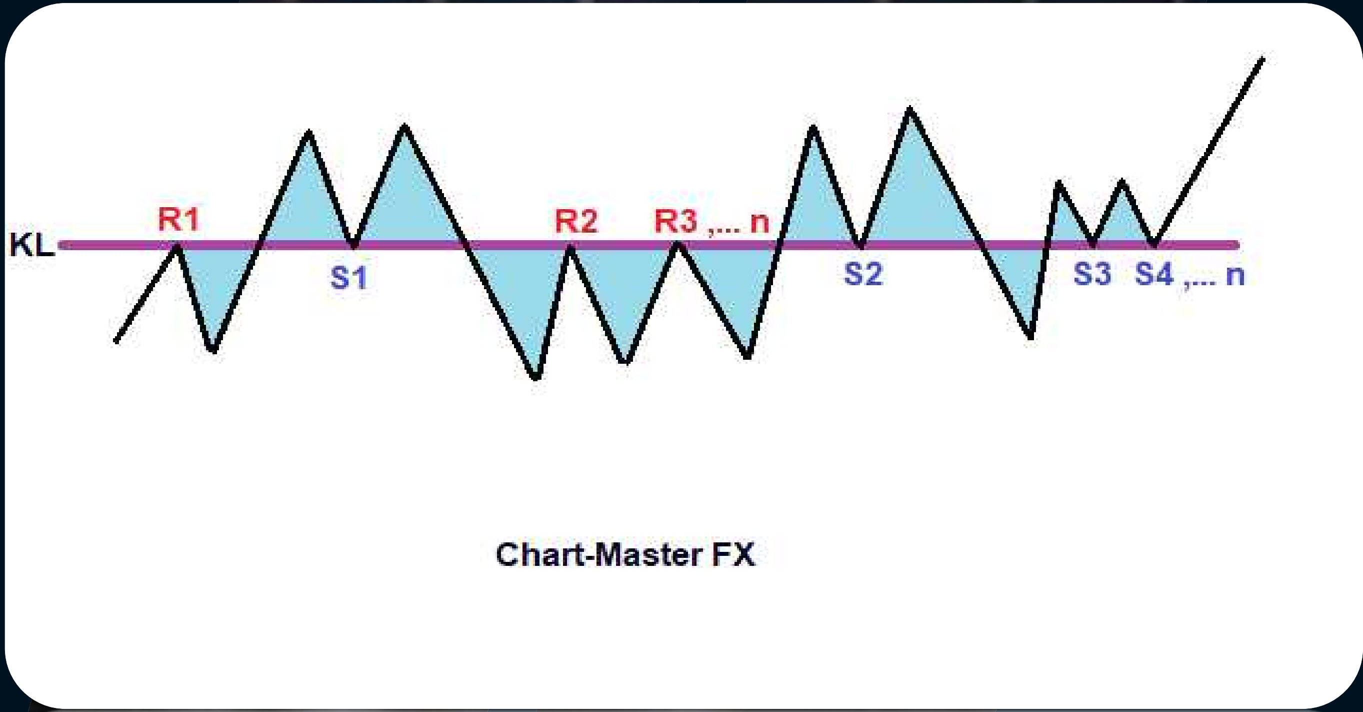
Kite

The anatomy of the KLOU setup is rooted in the structure of the Kite. For a sell setup, the ‘UNDER’ side should be having the longest diagonal line whereas the ‘OVER’ having a short diagonal line. For a buy setup, the ‘OVER’ side be longer than the ‘UNDER’ side. When trading a KLOU setup, always remember the structure of the kite.



Key Level (KL)

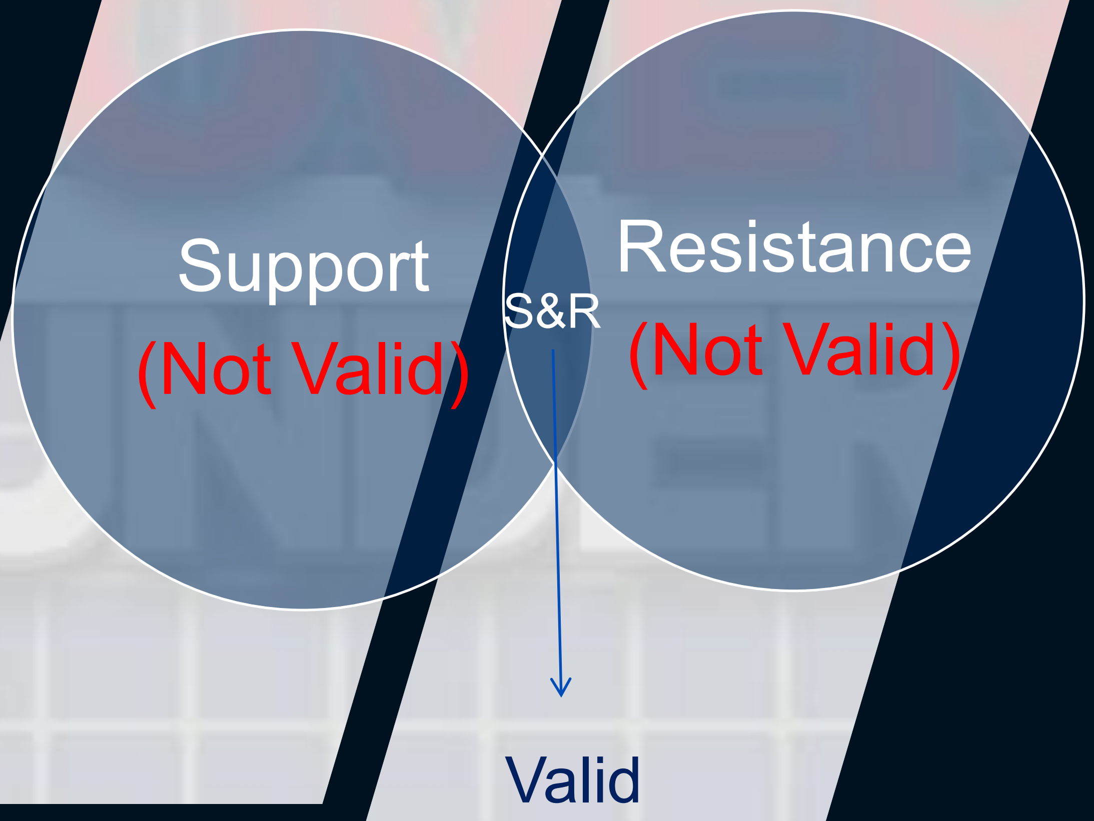
The KL is the cornerstone of the KLOU setup. It consists of multiple support and resistance touches. A line is qualified as a KL if it has one or more resistance and support touches. A line with one- sided touches is not considered as a key level. The key level should contain both resistance and support hits.



R = Resistance
S = Support
n = and so on

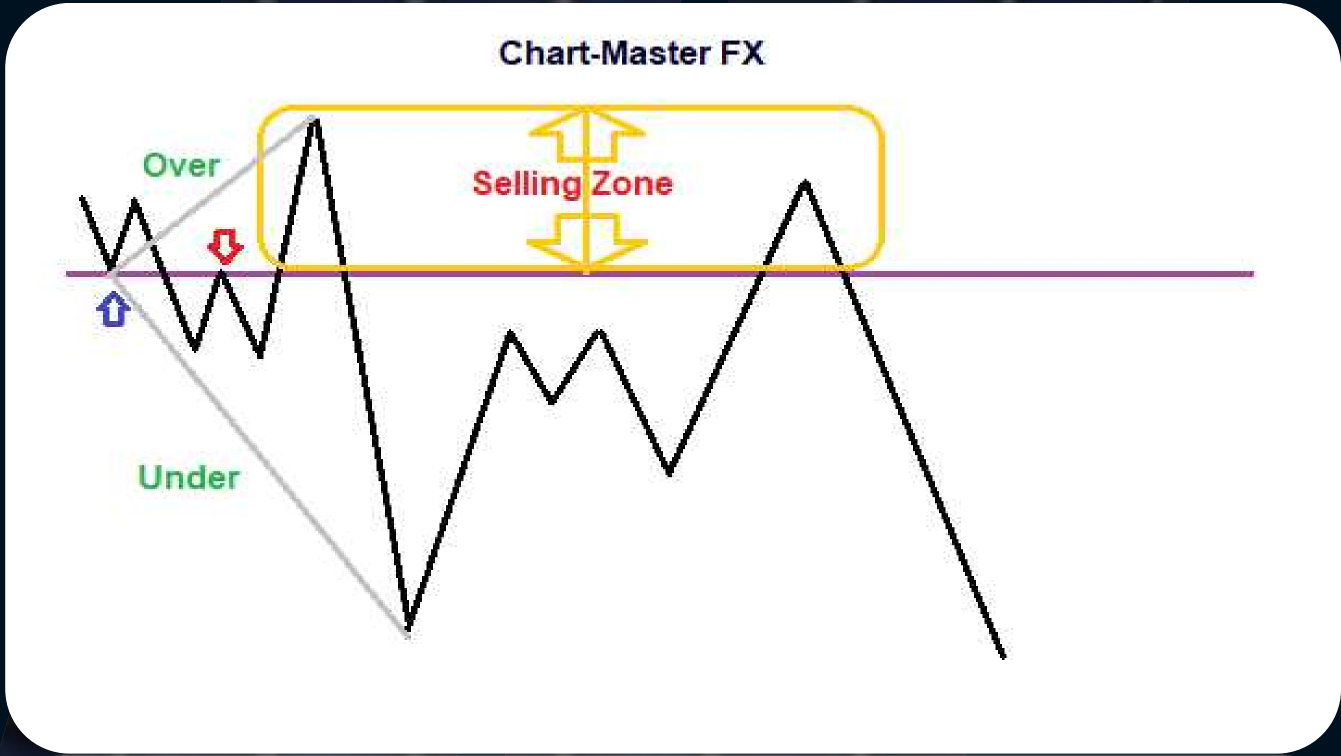
Key Level (KL)

As shown in the vein diagram, a key level with only resistance touches is considered invalid. On the other hand, a key level with only support touches is considered invalid as well. The key level should have both support and resistance hits, as shown in the vein diagram.



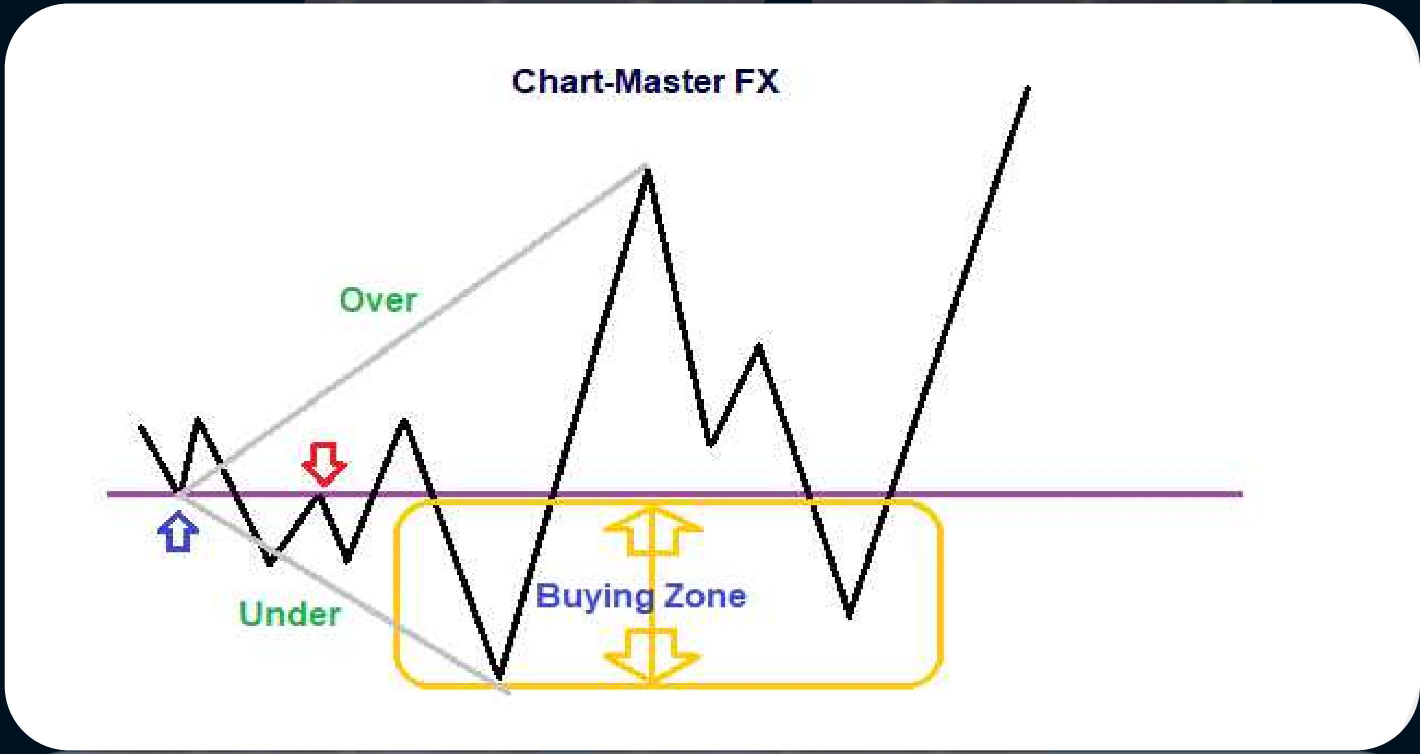
KLOU Sell Anatomy

The KLOU setup is similar to the general Quasimodo setup. The first thing is to identify a key level that has both support and resistance touches. The price has to go south for a while before visiting the KL area. The rule is to sell at a valid decision point located above the key level. Hence, this region is called the golden zone. As shown in the anatomy, the ‘UNDER’ side should be longer than the ‘OVER’ side.



KLOU Buy Anatomy

- Identify the key level with both support and resistance touches.
- The price should then go north for a while before visiting the KL area.
- The decision points must be located below the KL.
- The 'OVER' side should be longer than the 'UNDER' side.

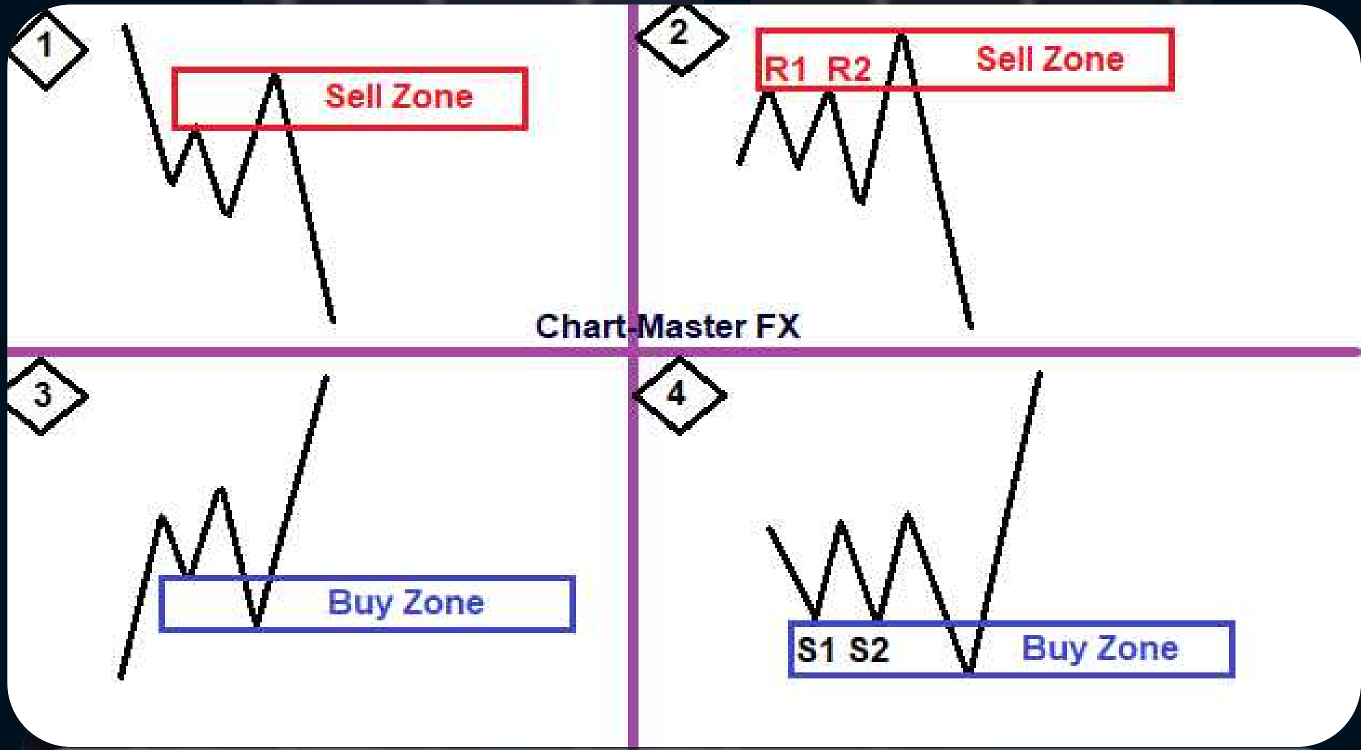


MPL

An MPL is a special decision point that is mostly respected by price. In this book, we will focus on four types of MPLs. These are tricks that are played in the market, which gives us trading opportunities.

TYPE 1: There should be a drop of price, then a little retracement, and a break of that retracement. This becomes a potential selling zone on FTB.

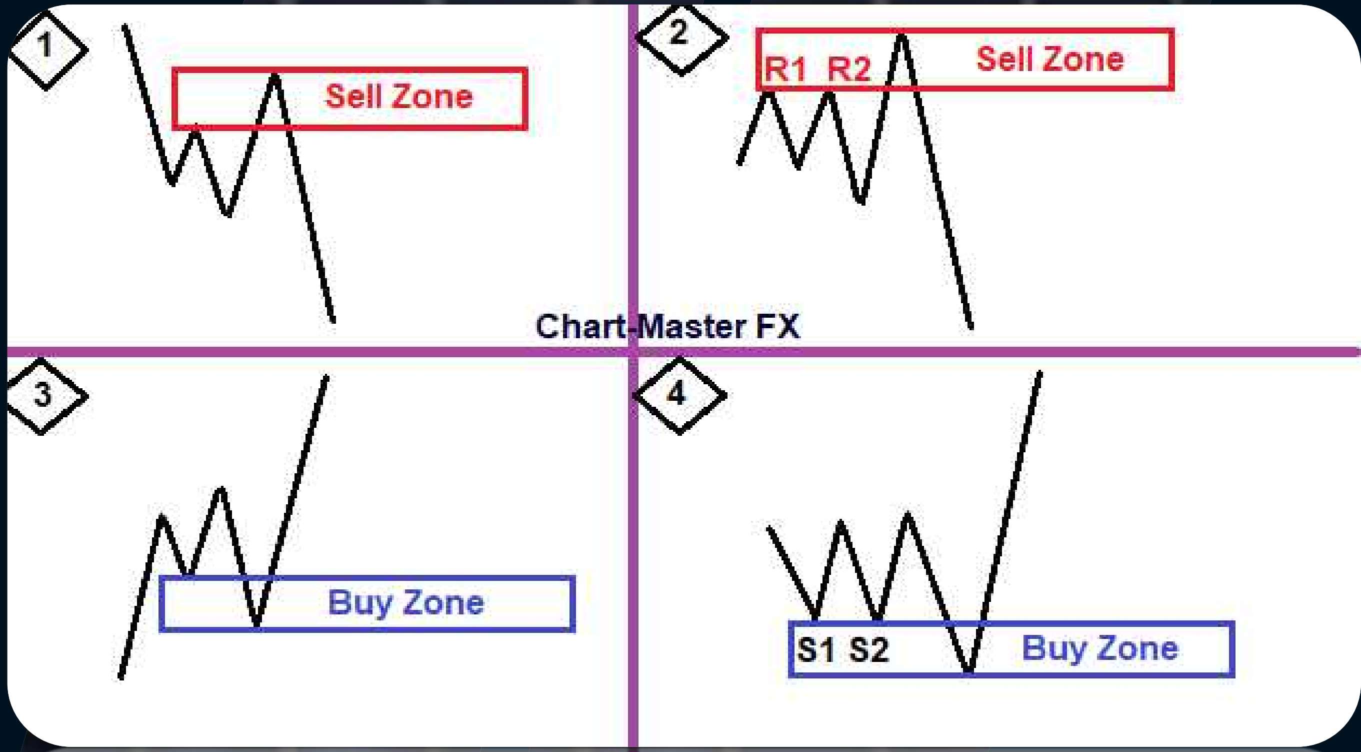
TYPE 2: There should be two or more equal resistances. The price should then break the resistance line before going south. This area becomes a potential selling zone on FTB…,



MPL

TYPE 3: There should be a rally of price, then a pullback. Thereafter, the price creates a new lower low (LL) before going north. This then creates a potential buying zone on FTB.

TYPE 4: There should be at least two support touches before the price creates a new LL. Thereafter, the price goes to the northern kingdom for a while before coming back to the MPL Zone.

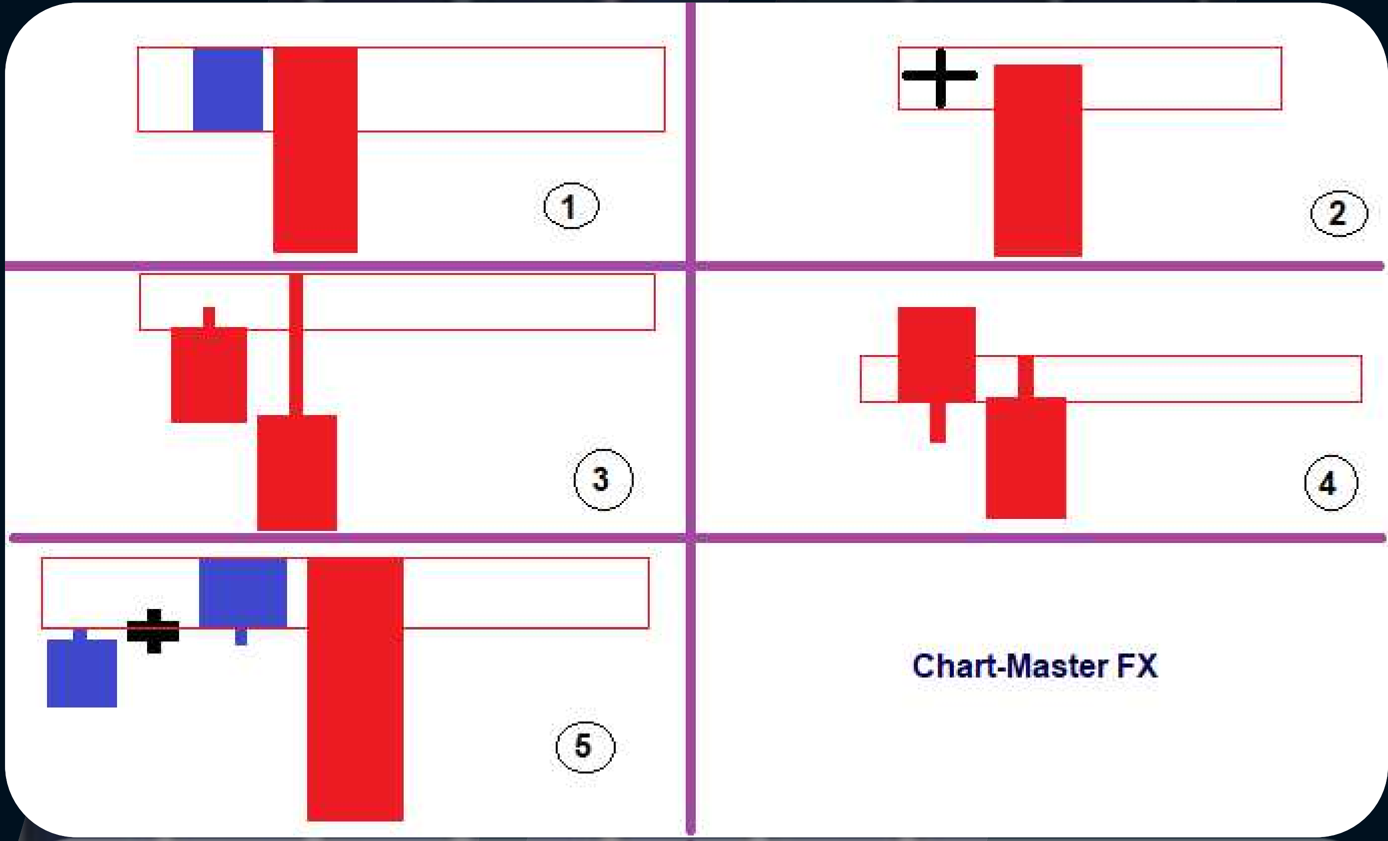


DM Sell Setup

There are generally five types of decision points that have the potential to hold price on FTB.

Type 1: The bearish candlestick should engulf both the body and the wick of the bullish candle. It is known as bearish engulfing.

Type 2: This DP consists of a Doji and Marubozu candle. The pattern is formed during a drop base drop (DBD) or a rally base drop (RBD)…,

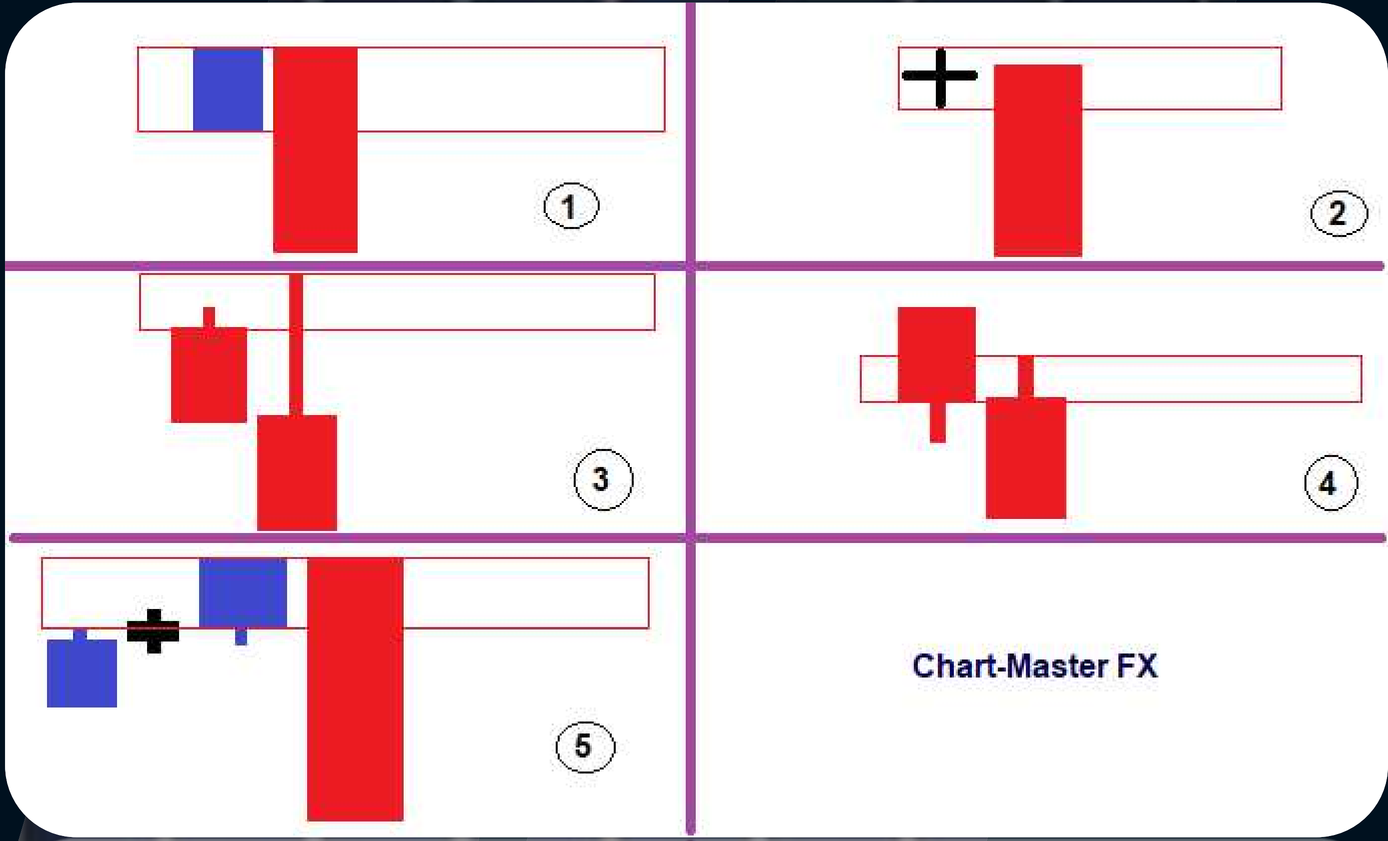


DM Sell Setup

Type 3: The wick and the body of the bearish candle engulf another bearish candle. It is also known as the 'Mera Mera' candlestick pattern.

Type 4: This candlestick pattern is known as a 'hidden base'. It consists of two wicks from both sides, which do not engulf each others' bodies.

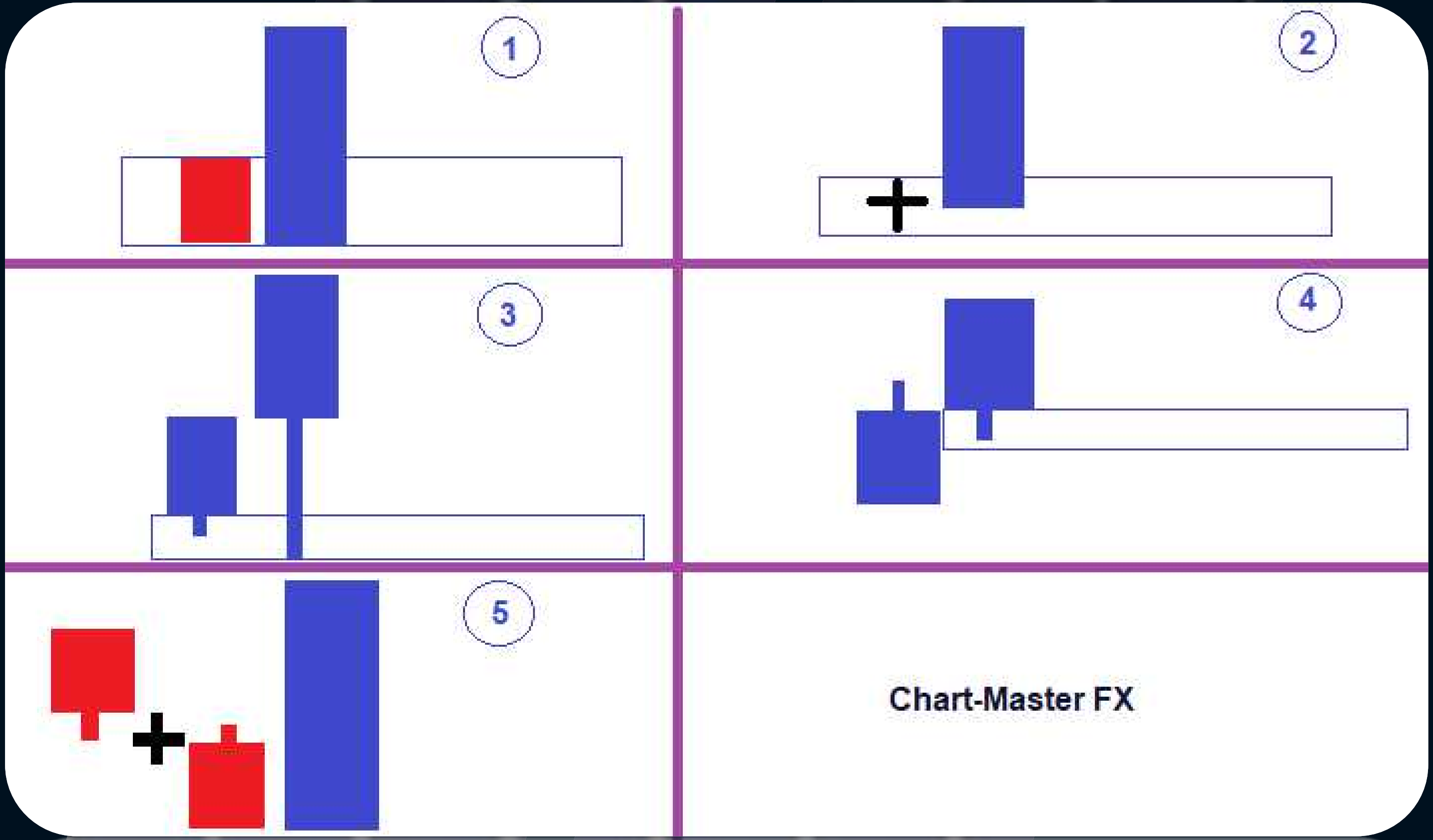
Type 5. This type consists of a Doji in the middle of two bullish candles. This candlestick pattern should be engulfed by a Marubozu.



DM Buy Setup

Type 1: The bullish candlestick should engulf both the body and the wick of the bearish candle. It is known as bullish engulfing.

Type 2: This DP consists of a Doji and Marubozu candle. The pattern is formed during a rally base rally (RBR) or a drop base rally (DBR).

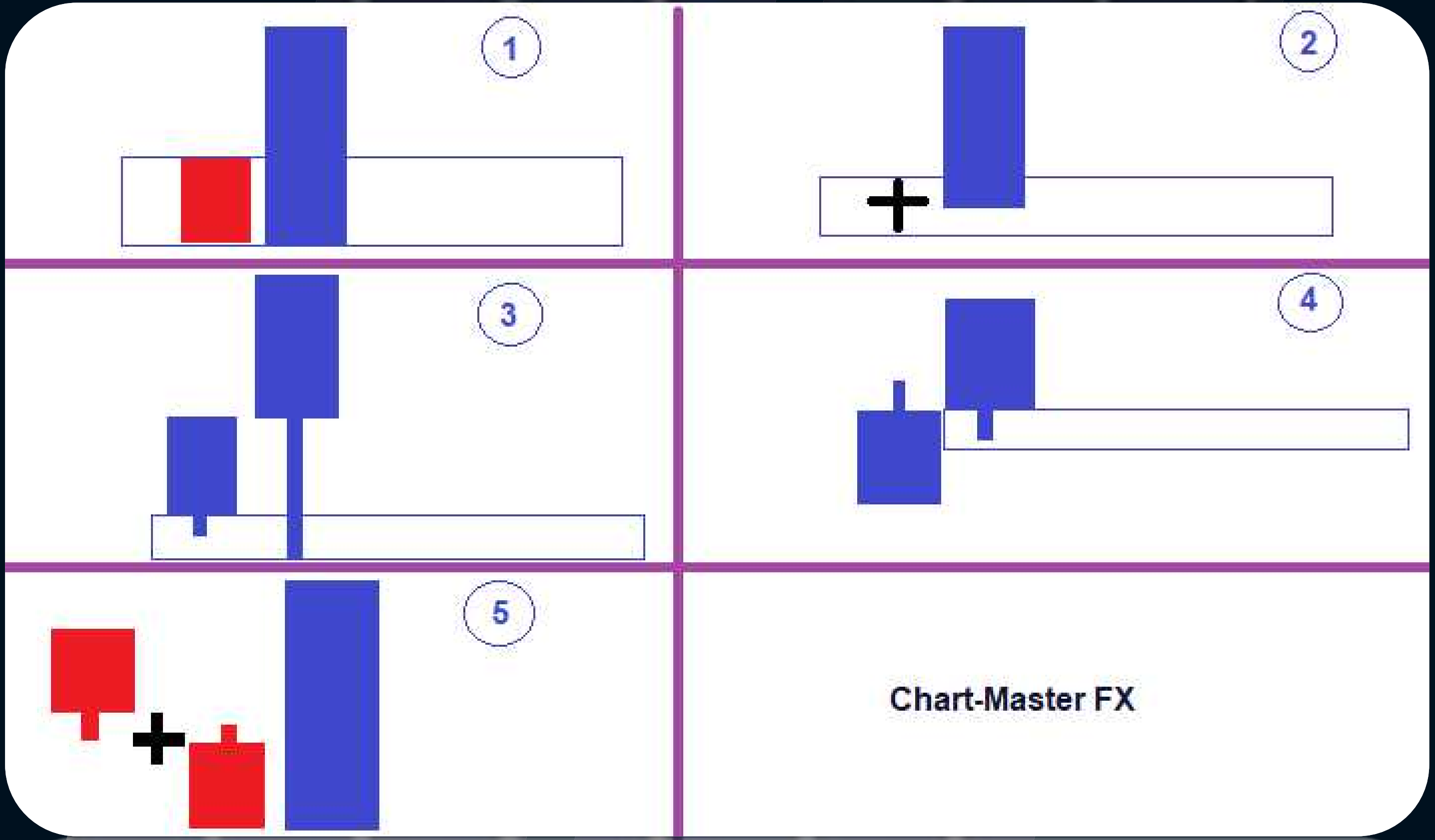


DM Buy Setup

Type 3: The wick and the body of the bullish candle engulf another bullish candle. It is also known as the 'Mera Mera' candlestick pattern.

Type 4: This candlestick pattern is known as a 'hidden base'. It consists of two small wicks from both sides.

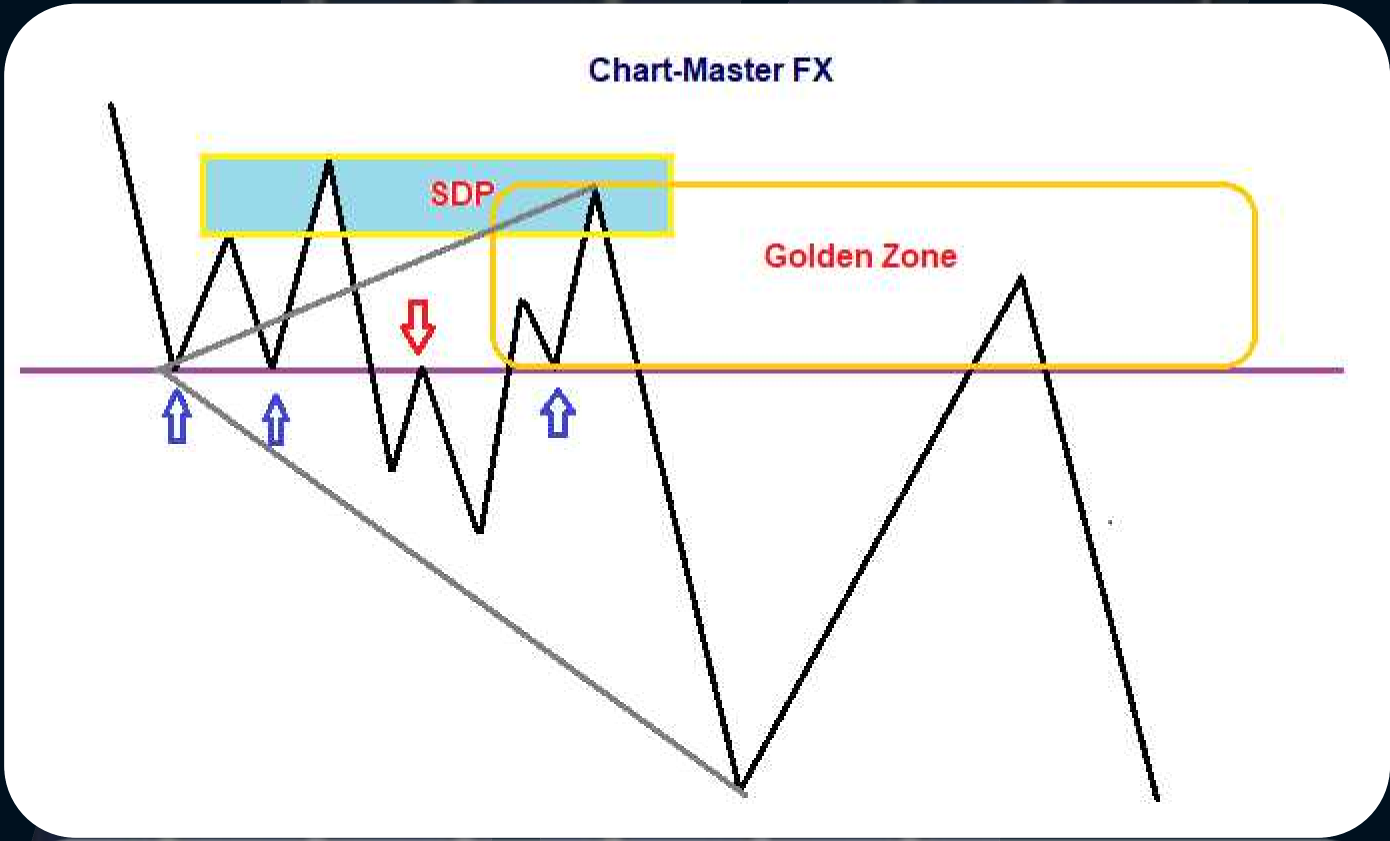
Type 5. This decision point consists of a Doji in the middle of the two bearish candles. This candlestick pattern should be followed by a bullish Marubozu…,



SDP and GZ (Sell)

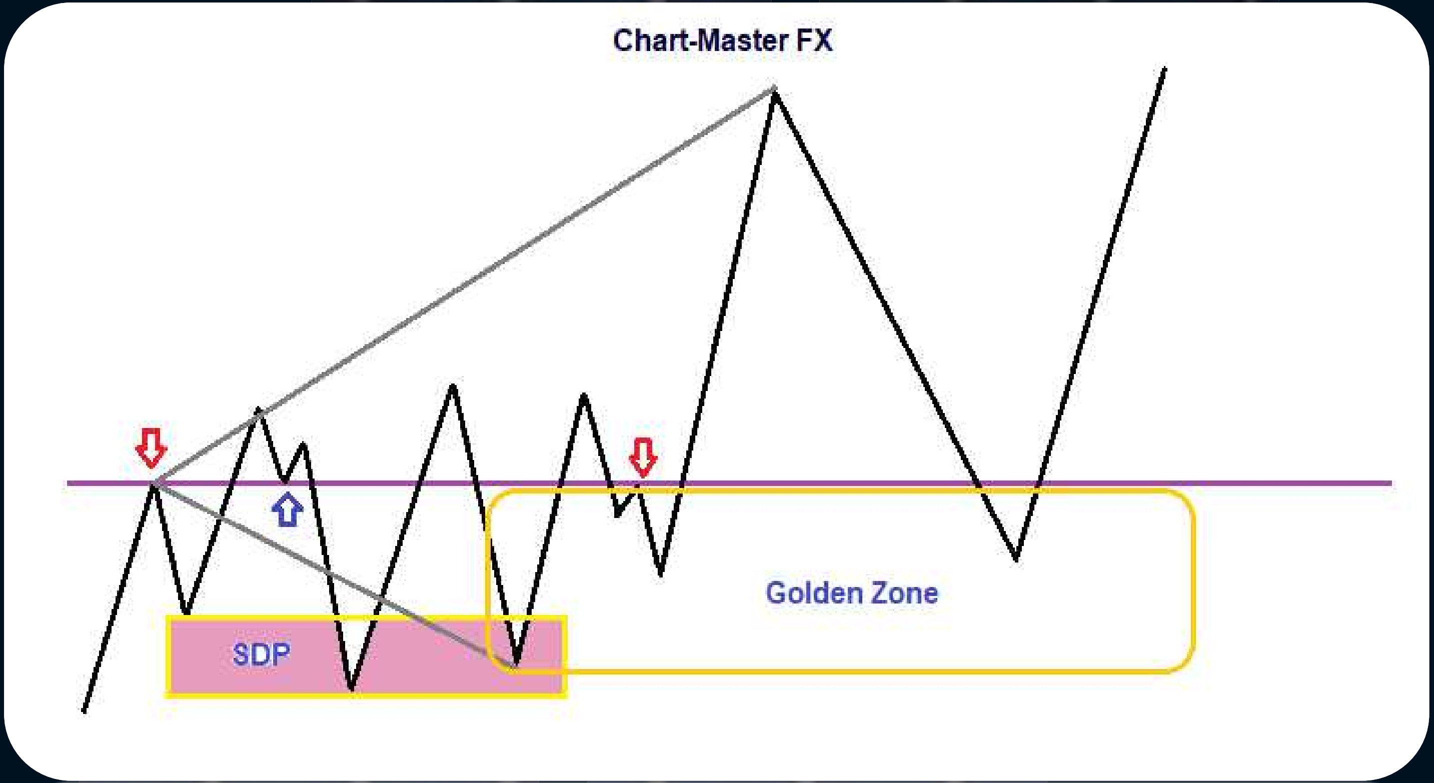
SDP: The SDP is a supply that holds the KLOU setup. Research has shown that a KLOU setup with an SDP has better odds of being successful than the one without. However, even though the SDP is important, trades can still be taken even without the presents of it.

GZ: The golden zone is an area where decision points are located. It is located just above the key level.



SDP and GZ (Buy)

The SDP is the demand to which the SOP will be reacting too. It is a support structure that increases the probability of winning the trade. On the other hand, the golden zone, is where we look for decision points.



PRICE APPROACHING (PA)



PA COMPONENTS

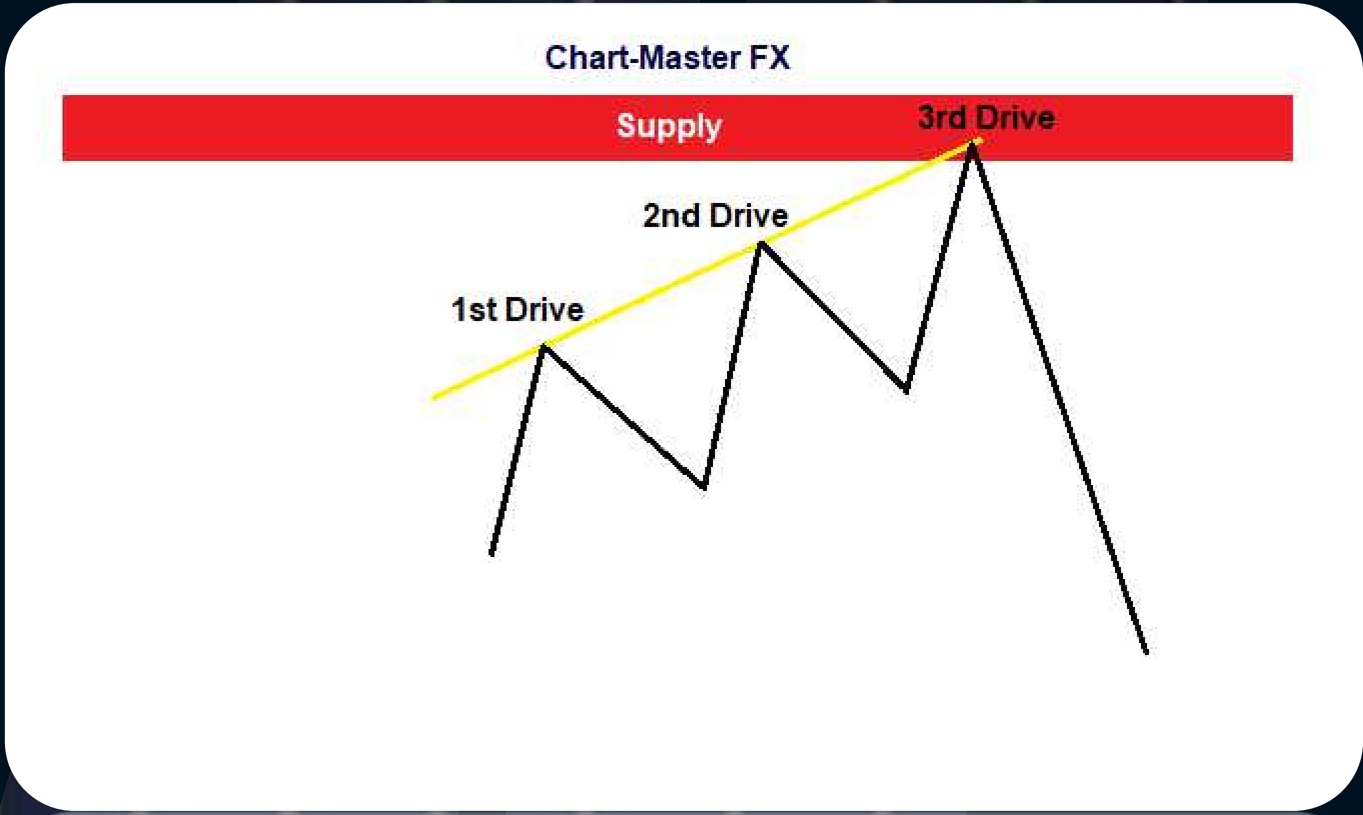
Three Drive (3D)
Supply and Demand Flip (SnD Flip)
Fake-Out (FO)
Compression (CP)
Compression plus Liquidity (CPLQ)

3D Sell Setup

There are various types of three drives namely the uniform 3D, unstructured 3D, and the last lag 3D. In this book, we are not going to go deeper on these 3D types.

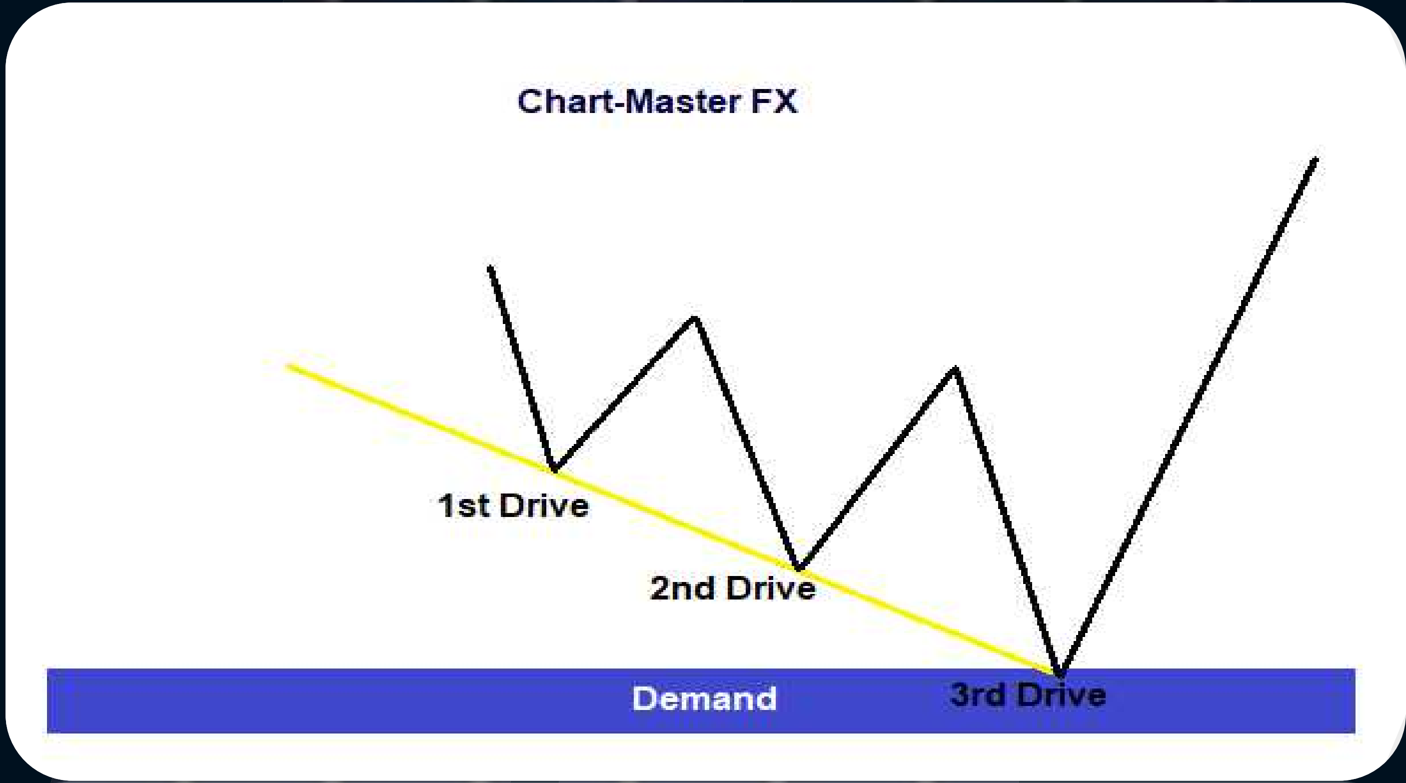
How to draw a three drive.

As the price makes the first and second drive, you connect these touches with a trend line. Then wait for the price to reach a valid decision point aligned with the 3D projection. You then sell on the third drive.



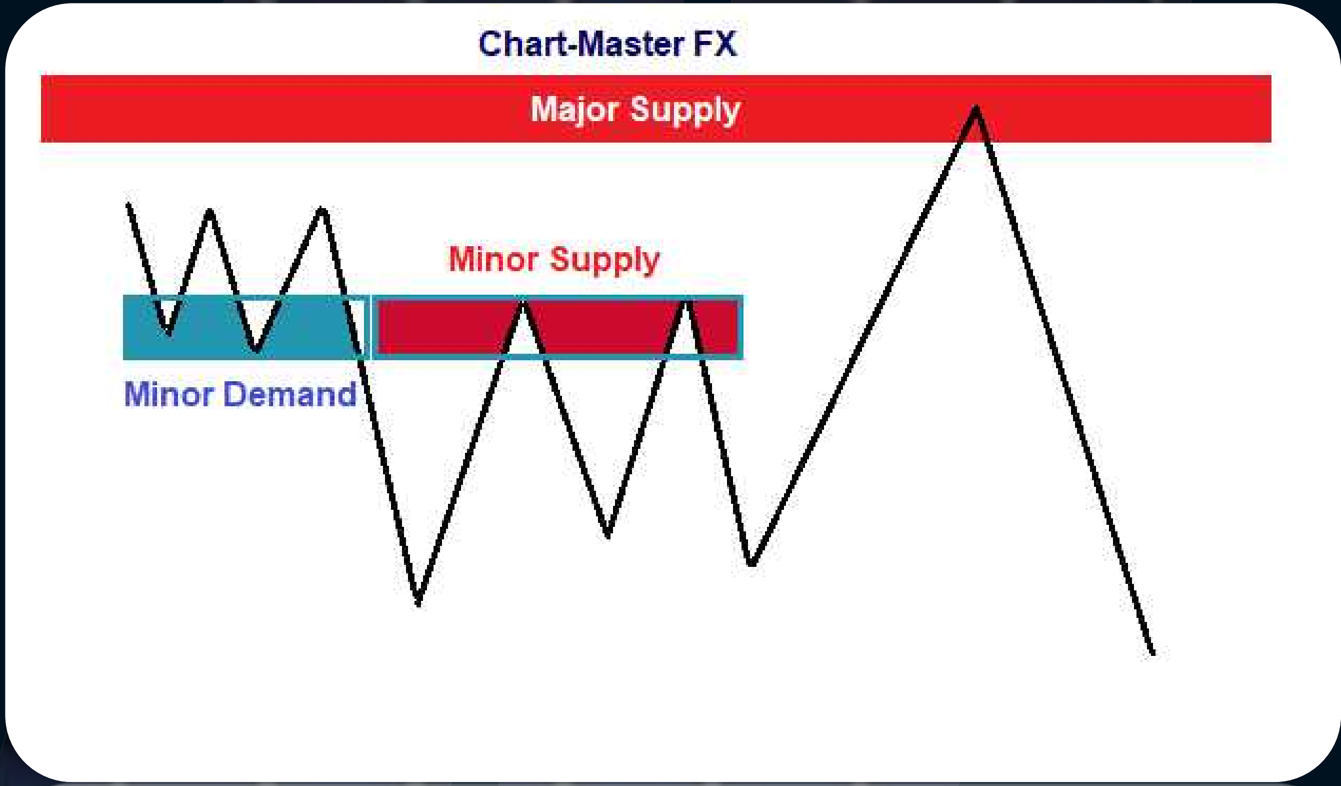
3D Buy Setup

A three drive is a sign that the decision point being approached is significant. The moment the first and second drives are complete, you connect the two points then wait for the price to reach the decision point on the third drive projection. You then buy on the third drive.



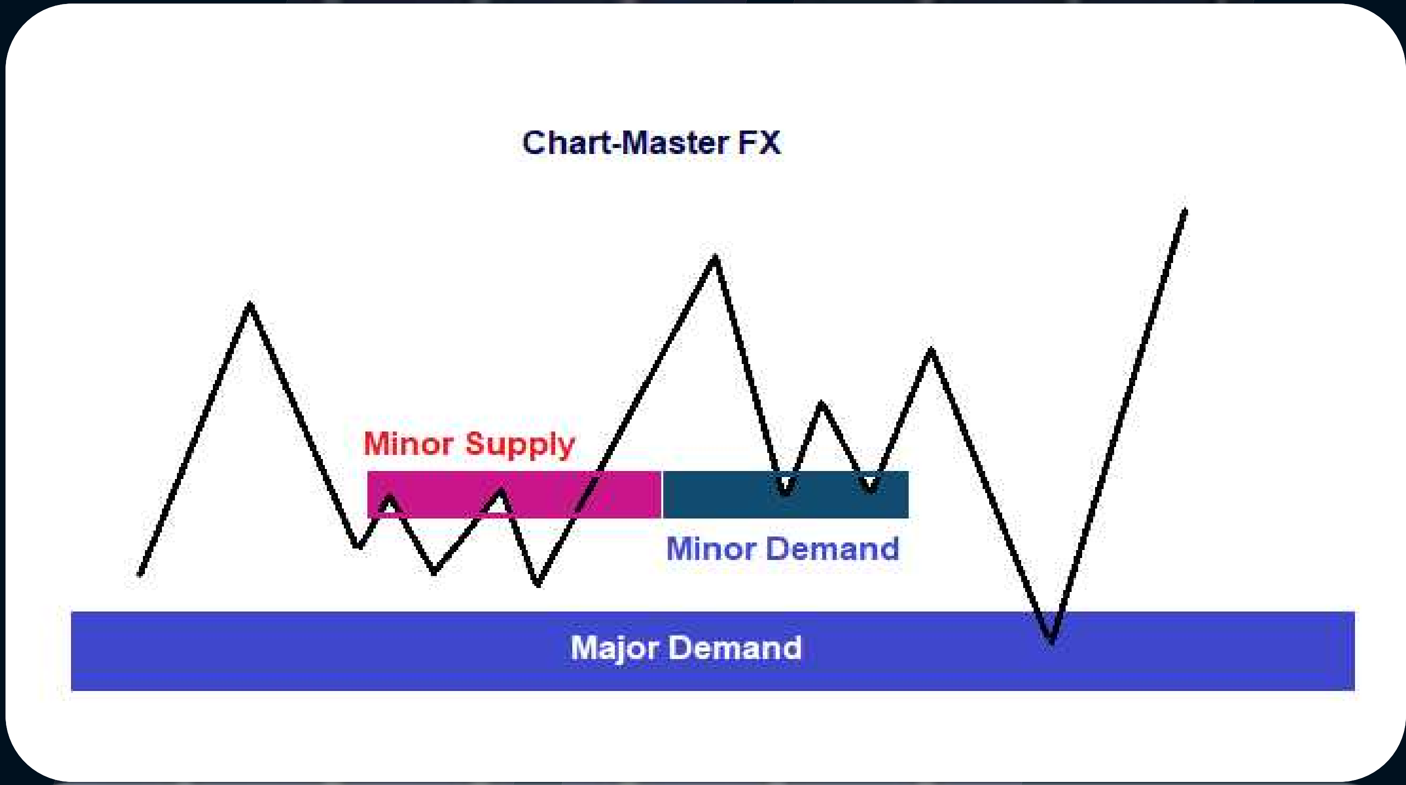
SnD Flip (Sell)

The SnD flip is a situation where price shifts from demand to supply as the price will be approaching a major supply zone. Everything that is below the flip zone automatically becomes a manipulation zone.



SnD Flip (Buy)

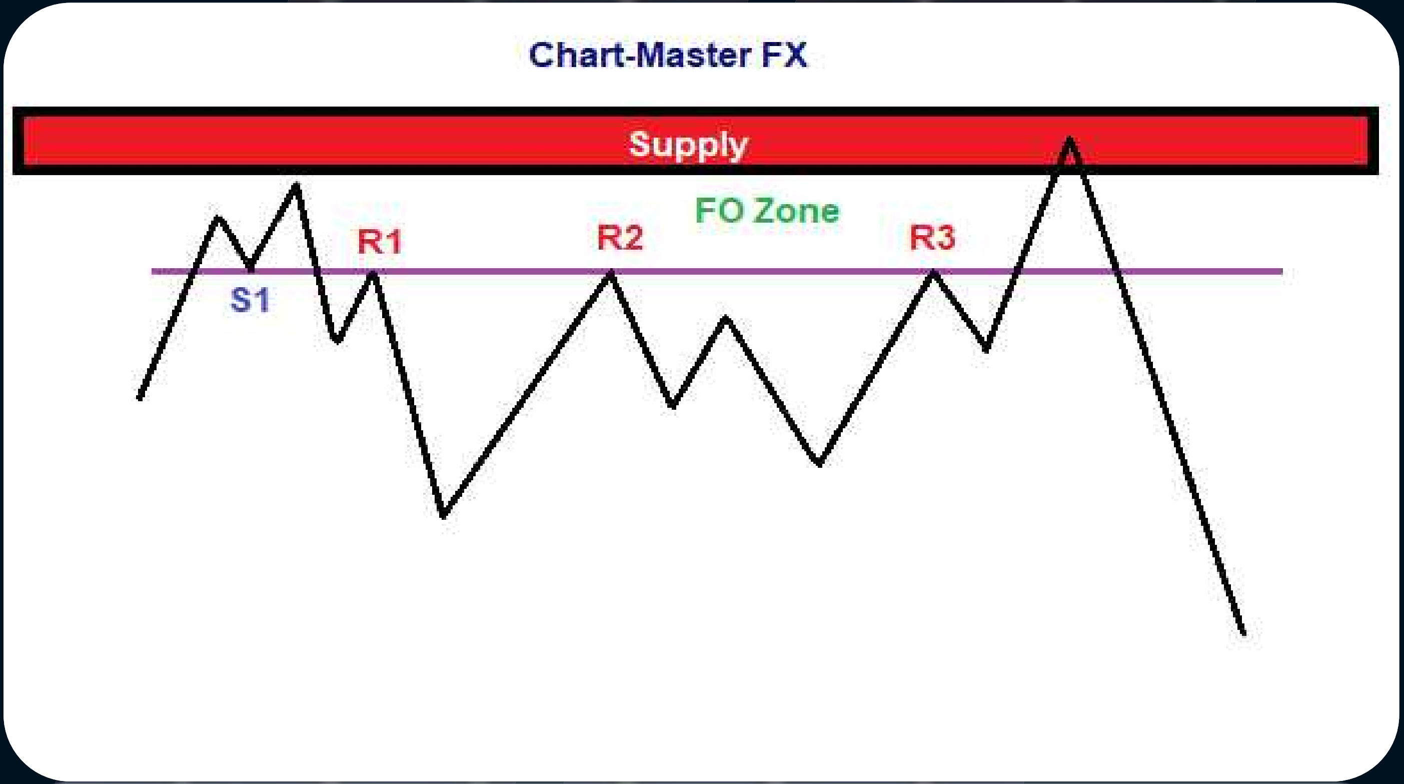
Research has shown that a KLOU setup with SnD flip tends to be more successful than those without. SnD flip occurs when supply shifts to demand as the price will be heading to a major demand zone. This is similar to the fake-out PA but it is different.



FO Sell Setup

Key: S = Support. R = Resistance.

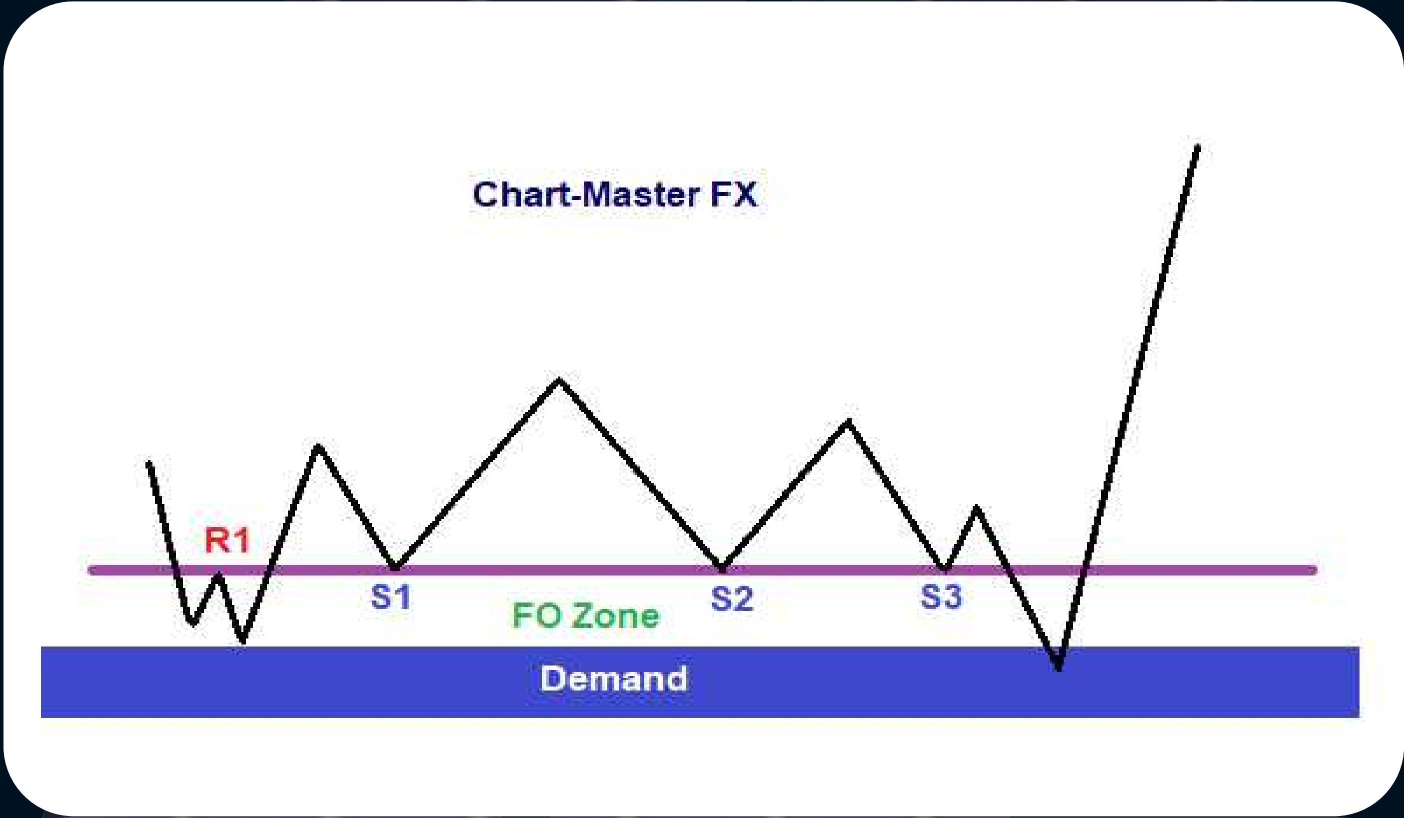
A fake-out to supply should have at least a single support with multiple resistance touches. This is why it is called an SR flip fake-out. Fake-outs that occur near the supply zone of interest tend to work better than fake-outs that occur far away.



FO Buy Setup

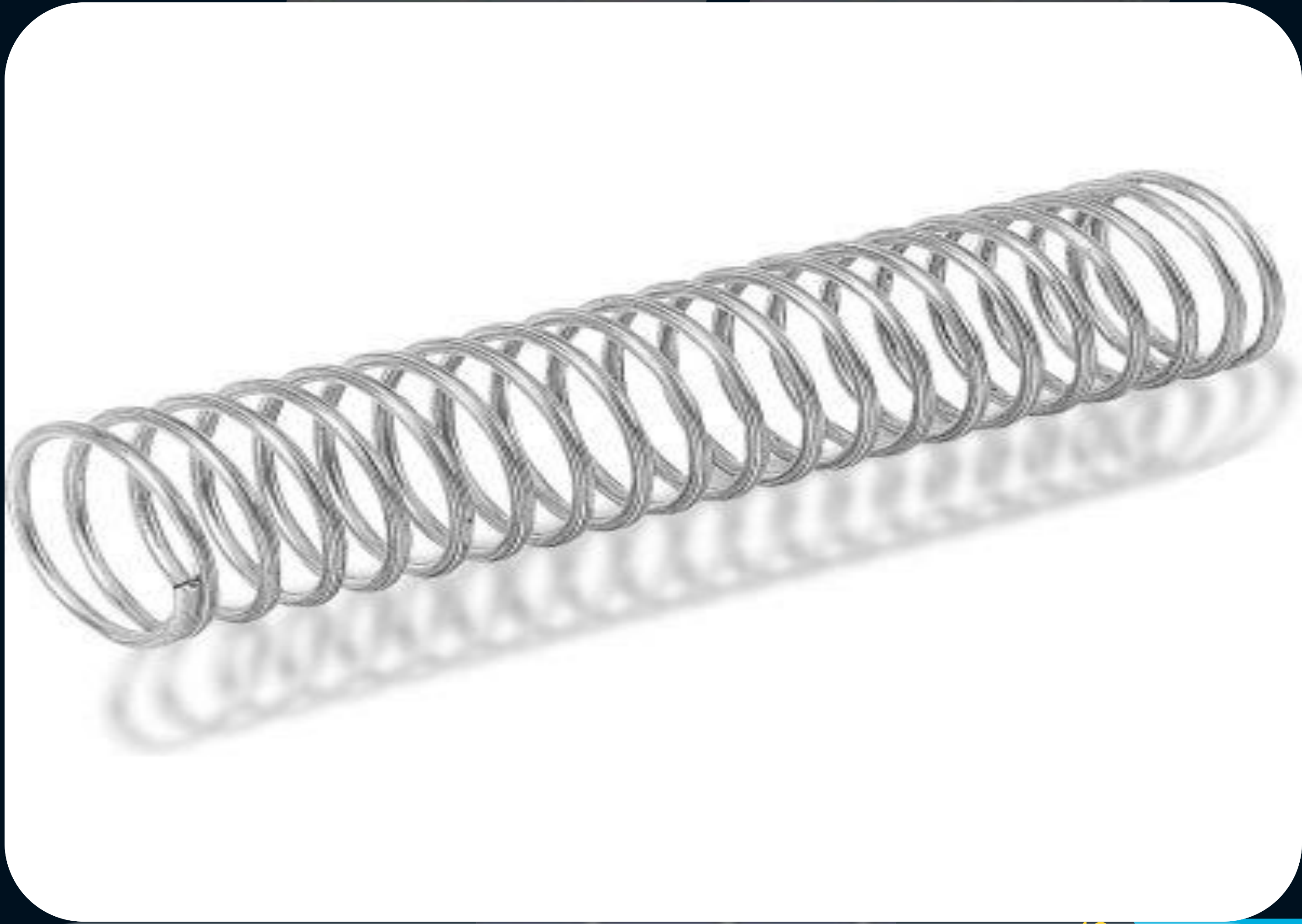
Key: S = Support. R = Resistance.

A fake-out to demand should have at least a single resistance with multiple support touches. This is why it is called an RS flip fake-out. Fake-outs that occur near the demand zone are more accurate than those that occur at a distance.



Compression

Generally, compression is the consumption of selling or buying orders as the price goes to a true supply or demand. In other words, compression is a collection of clustered order blocks. The price movement is very slow during compression. In this regard, compression is literally the slow movement of price. As the orders are cleared, it becomes easier for the price to cover the compression zone in a short period of time.



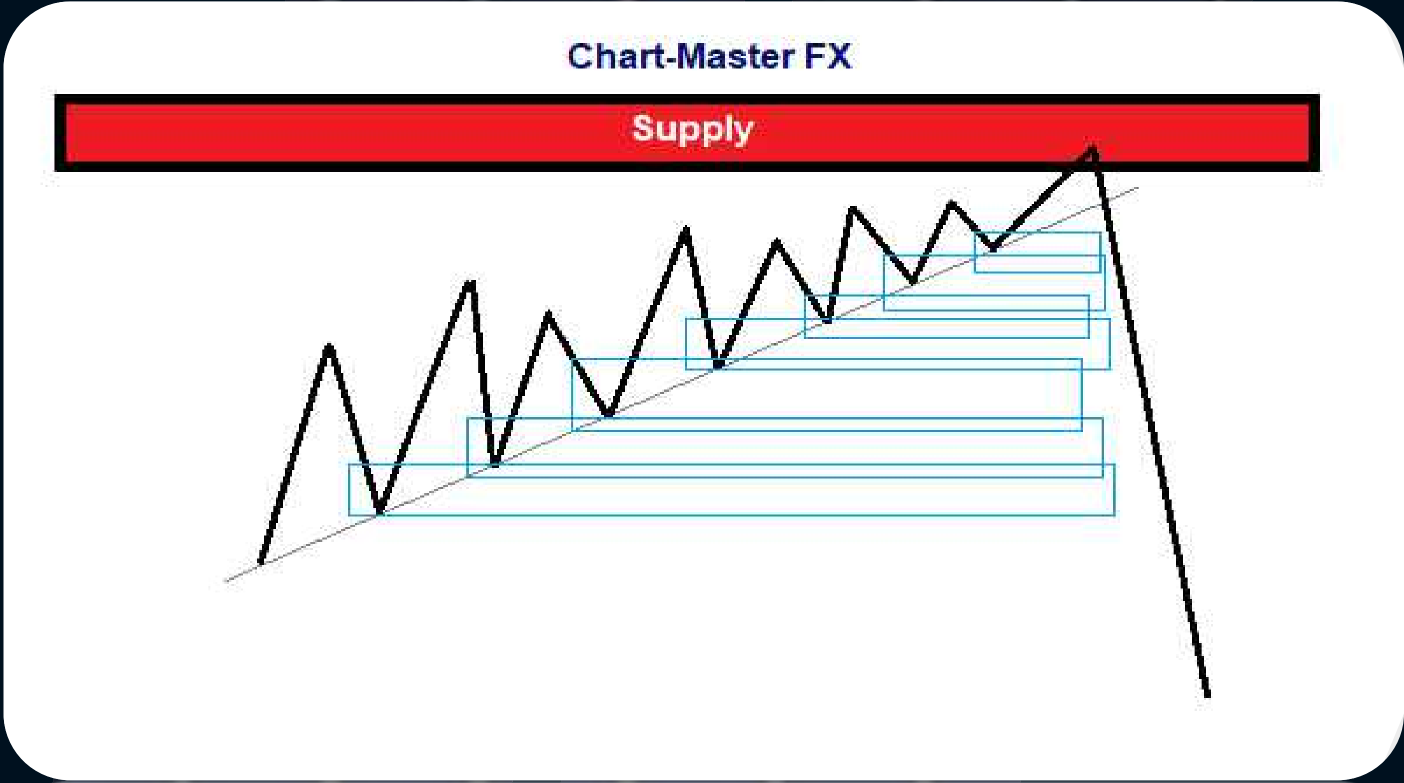
CP Sell Setup

There are various types of compression such as wick compression, equilibrium compression, and accumulation. In this book, we are not going to go deeper into the subject matter. By definition;

Wick compression is the spiking of price south as the price is going northeast.

Equilibrium compression is the consumption of orders from both sides.

Accumulation is a staircase pattern that occurs as the price goes northeast.

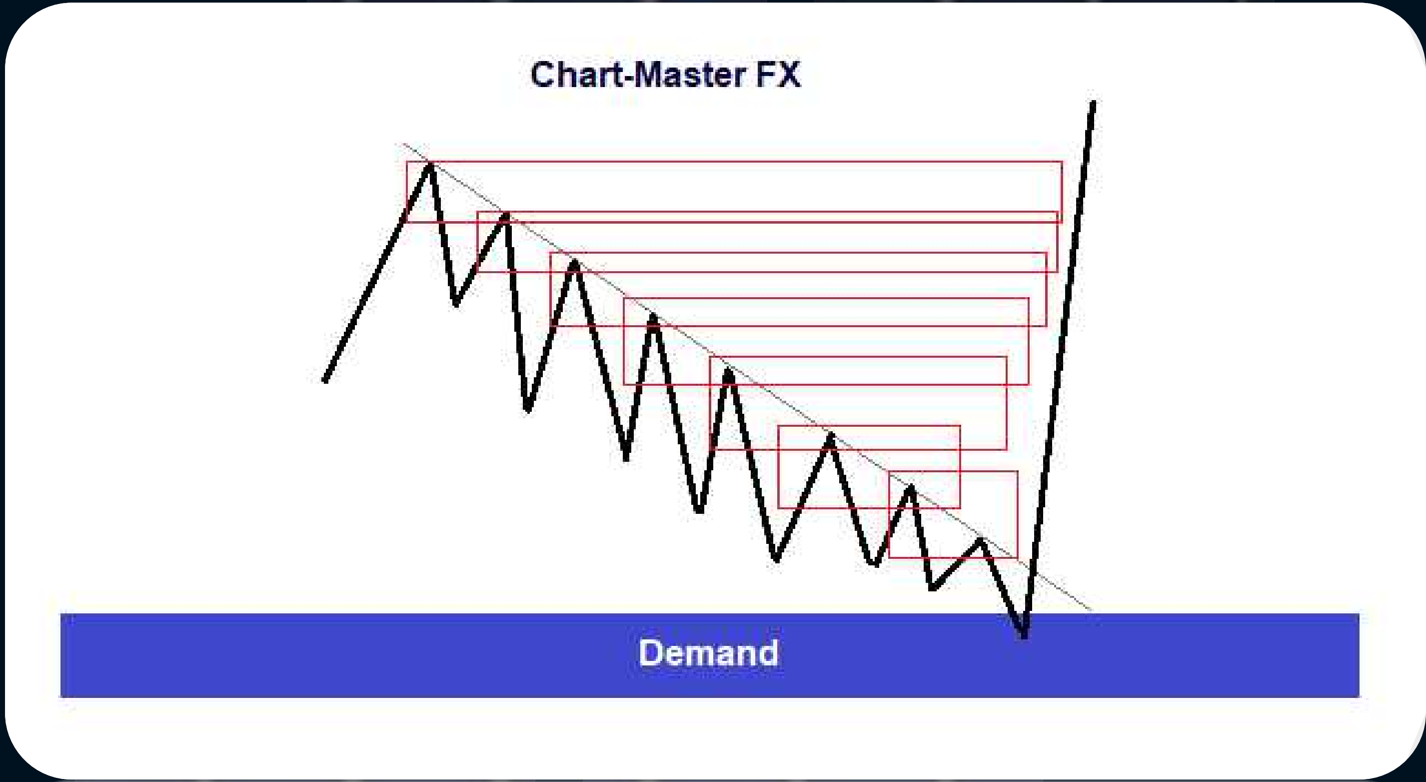


CP Buy Setup

Wick compression is the spiking of price north as the price will be moving slowly in the southeast direction.

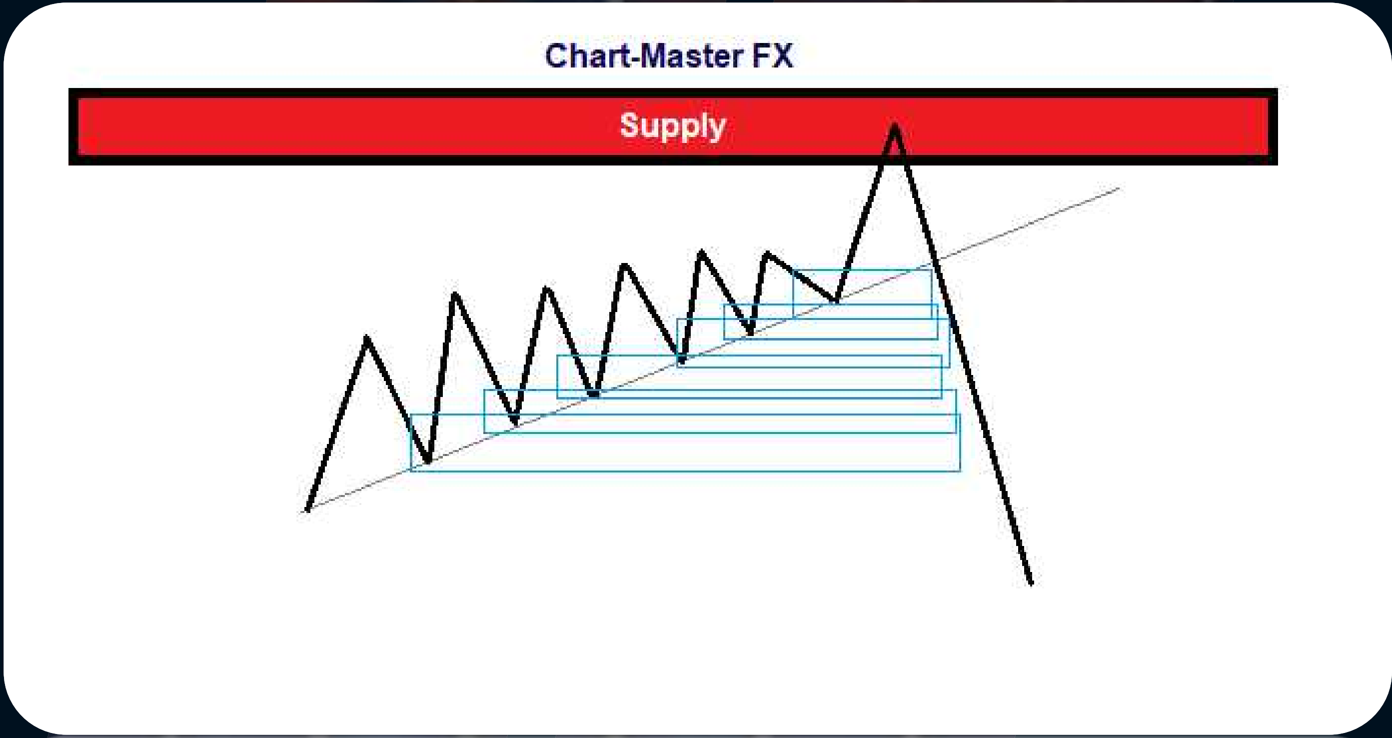
Equilibrium compression is the consumption of both buying and selling orders at the same time.

Accumulation is a staircase pattern that occurs as the price will be moving along the northeast highway.



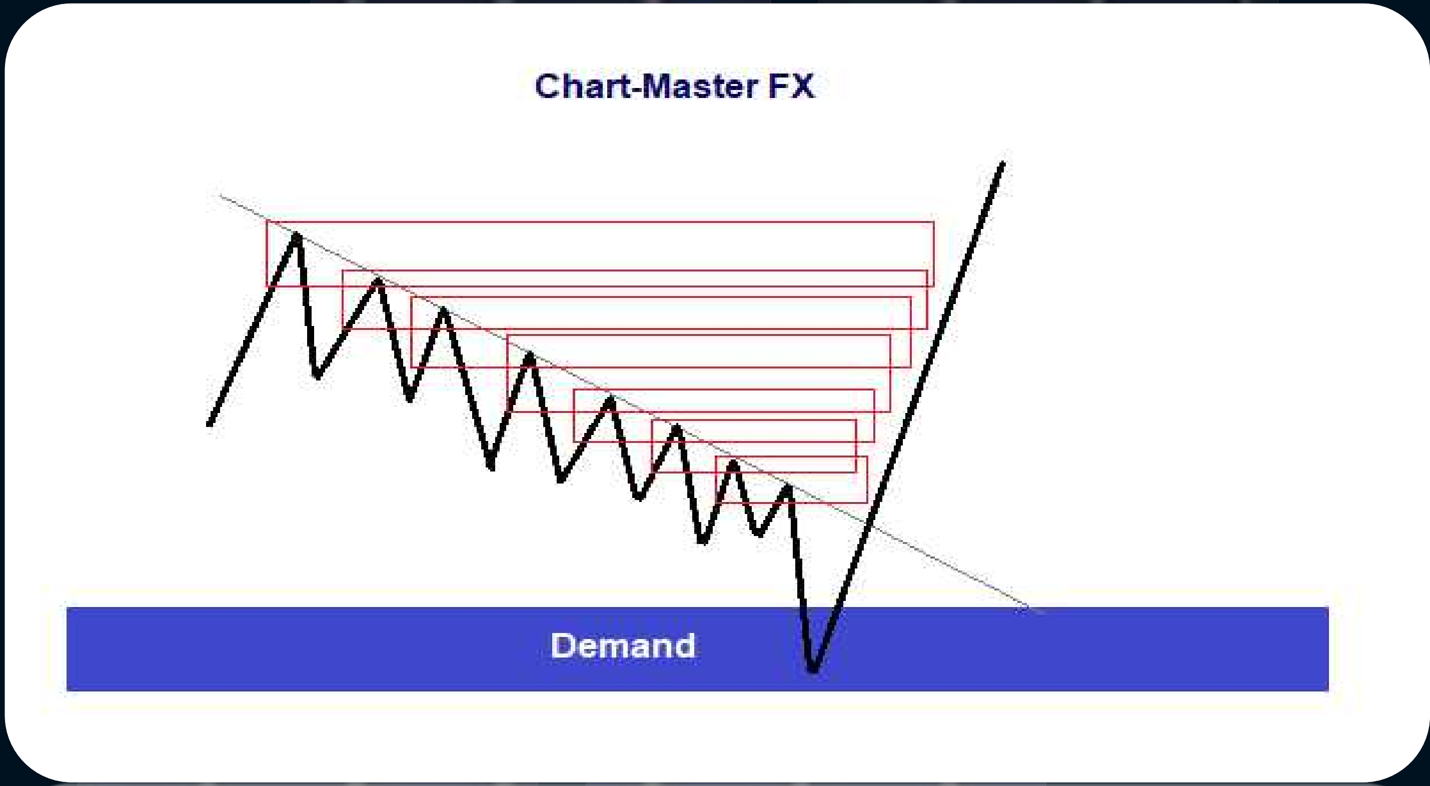
CPLQ (Sell)

CPLQ is a combination of two components namely compression and liquidity. Compression is the collection of demand orders as the price will be approaching a supply zone or a decision point of interest. On the other hand, liquidity is simply the quick movement of price to a decision point. It is important to note that at the beginning of this quick movement, there will be some orders left. Hence, it is a potential zone that can turn price. In this regard, you can take some partial profits at the origin of the liquidity pool.



CPLQ (Buy)

CPLQ is a price approach that gives a sign that a decision point being approached might be valid. This PA has two components namely compression and liquidity. Compression is the taking away of supply orders as the price will be approaching the demand or decision point of interest. Before the price reaches the decision point, it makes a fast move to the demand zone of interest. Hence, liquidity is simply the fast movement of price to a decision point. This is why this PA is called compression plus liquidity.

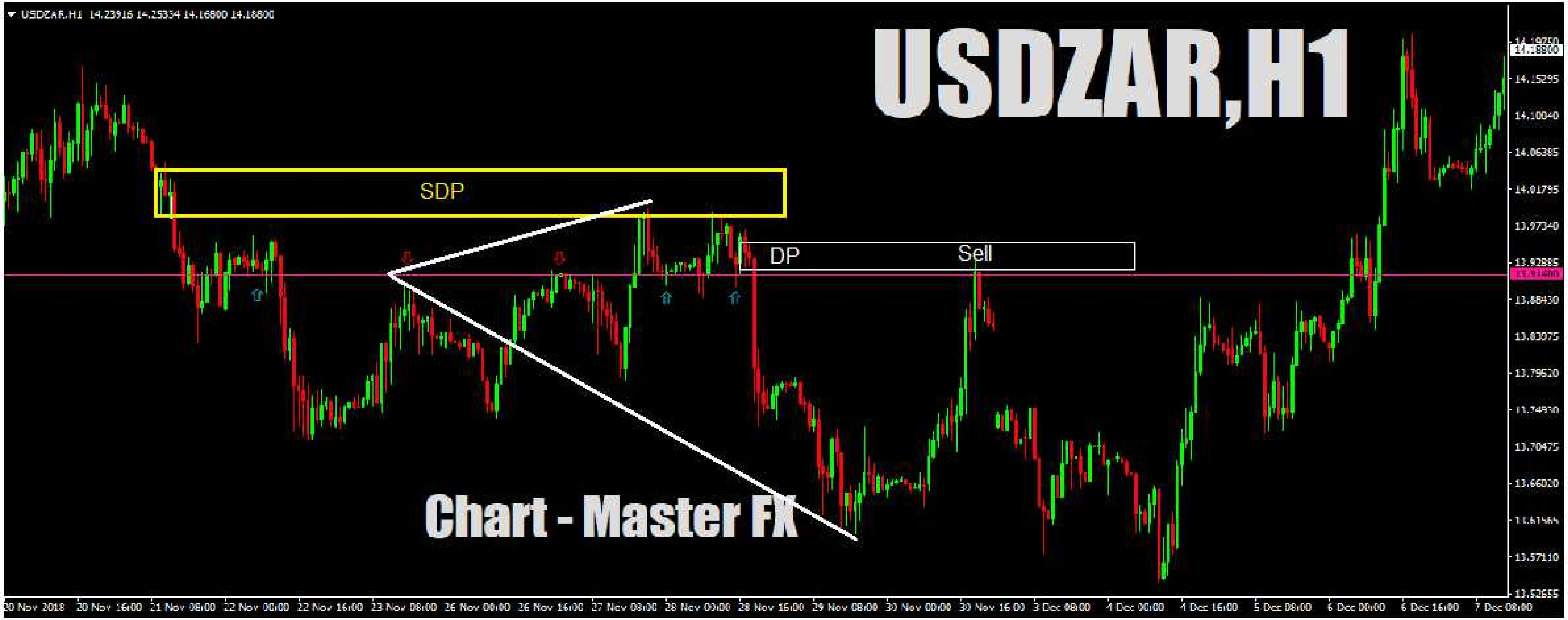


CASE STUDY



Currency Pairs

Indices



USDZAR, H1, Sell Setup.

- **SDP:** The SOP reacted on the SDP, which is a plus.
- **KL:** There is a key level with multiple S&R touches.
- **OU:** The over-under diagonal lines were connected to the key level. The over and under lines are represented by white diagonal lines.
- **DP:** The decision point is aligned along the key level area, which strengthens this setup. The price managed to react to this special decision point and the price dropped.
- **PA:** There was no PA, which makes this trade a high-risk trade.



GBPJPY, H1, Sell Setup.

- **KL:** There is a key level with multiple resistance and support touches.
- **OU:** The over-under is simply drawn by connecting the LL and HH to the key level.
- **DP:** The price reacted to a decision point just above the key level line. Decision points aligned at the key level are usually powerful.
- **PA:** The approach of price to the decision point was questionable. It looks like a 3D but it is not a perfect one. This makes this a high-risk trade.



AUDJPY, M30, Sell Setup.

- **SDP:** The SOP originally reacted to an SDP.
- **KL:** There is a good key level with multiple S&R touches.
- **OU:** The over-under structure was drawn by connecting the LL and the HH to the KL.
- **MM:** The momentum of the price to the downside was strong, almost looking like a straight line.
- **DP:** The decision point is aligned with the KL, which makes it a powerful DP. The price managed to react to this decision point and dropped massively.
- **PA:** There was no PA in this trade, which makes it a high-risk trade.



AUDJPY, M30, Buy Setup.

- **KL:** There is a good key level with both R&S touches.
- **GZ:** Below the KL, there is the golden zone with decision points of interest.
- **OU:** The over-under was drawn by connecting the furthest HH and LL to the key level.
- **DP:** The price reacted to a decision point inside the golden zone.
- **PA:** The price approached the decision point by making a 3D.
- **PA:** There was also compression that was going on, which is an additional confirmation.



EURUSD, H1, Sell Setup.

- **KL:** There is a key level with multiple resistance touches and a single support touch.
- **GZ:** There is an MPL inside the golden zone.
- **OU:** The over-under extreme points were connected to the KL.
- **DP:** The price approached the MPL by FO.
- **PA:** The FO has one support and two resistance touches.
- **PA:** There was also a 3D, which gives further strength to the setup.



EURGBP, H1, Sell Setup.

- **KL:** There is a valid key level.
- **OU:** The extreme points were connected to construct a kite structural pattern.
- **DP:** There was only one obvious decision point inside the golden zone. The decision point managed to hold the price.
- **PA:** The price approached this decision point by FO.



EURGBP, H1, Sell Setup.

- **KL:** A key level is a crucial component of this SOP. There are multiple touches to the key level coming from both sides, which makes it a valid KL.
- **OU:** The over-under extreme points were connected to the KL. There is no universal rule for drawing the over and underside. What is important is to keep the structural drawing aligned with the kite shape.
- **SnD:** The SnD flip is one of the crucial PAs that should occur on every KLOU setup. A KLOU setup with an SnD flip is more likely to be successful.
- **DP:** The decision point was located along the key level area which is a plus.
- **PA:** The price made a fake-out approach to the decision point, which was a sign that the DP was more likely to hold the price.



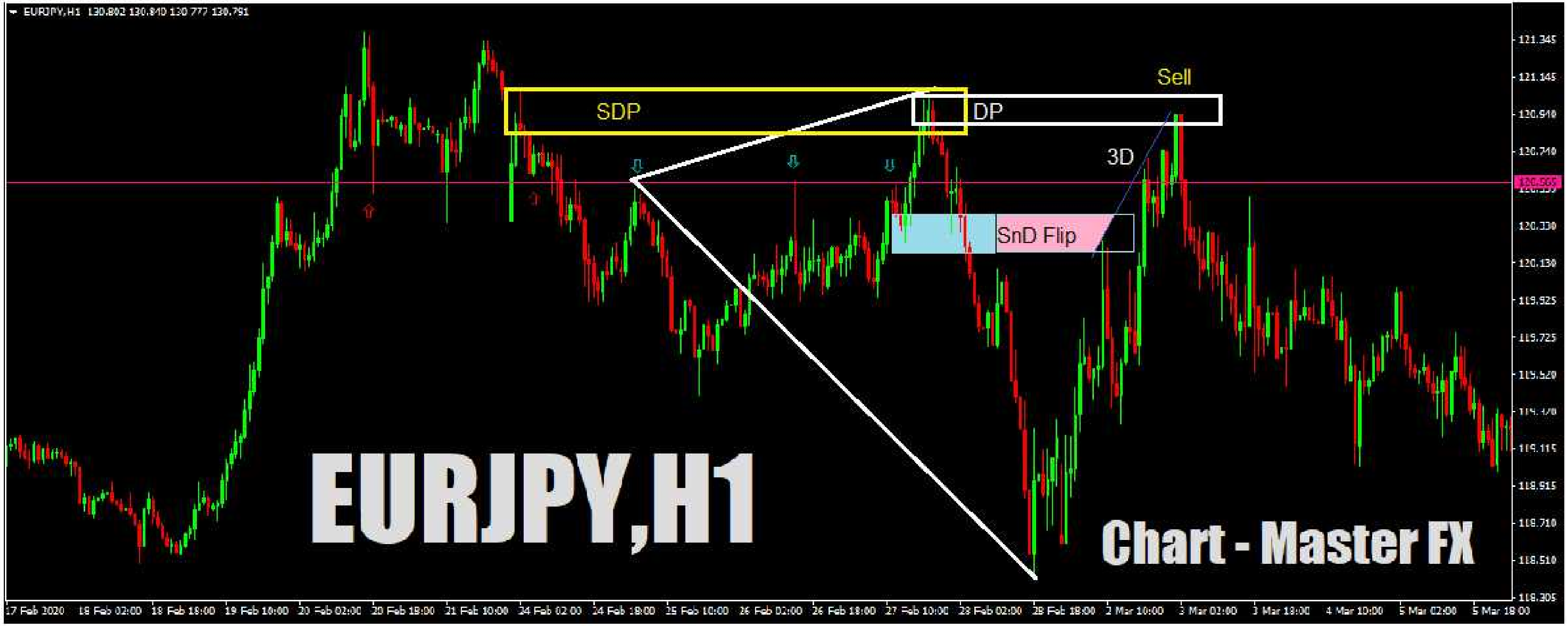
EURGBP, H1, Buy Setup.

- **KL:** The key level has both support and resistance touches, which makes it valid.
- **OU:** The extreme points; the LL and HH were connected to the key level.
- **GZ:** There was an MPL inside the golden zone, which managed to hold the price.
- **SnD:** The SnD flip was present in this setup, which adds extra strength to the setup.
- **DP:** The price made a 3D to the MPL.
- **DP:** There was also compression that was happening as the price was approaching the MPL.



EURJPY, H1, Buy Setup.

- **KL:** There is a key level with both support and resistance touches.
- **OU:** The extreme points were connected to the KL to form a kite shape.
- **MM:** The momentum of price to the upside was fairly strong.
- **GZ:** There were three candidate decision points inside the golden zone.
- **DP:** The price reacted on a decision point that is aligned with the key level.
- **SnD:** The price shifted from supply to demand, which is an indication that the setup was more likely to work out.
- **PA:** The price approached the decision point in the form of a Fake-Out.



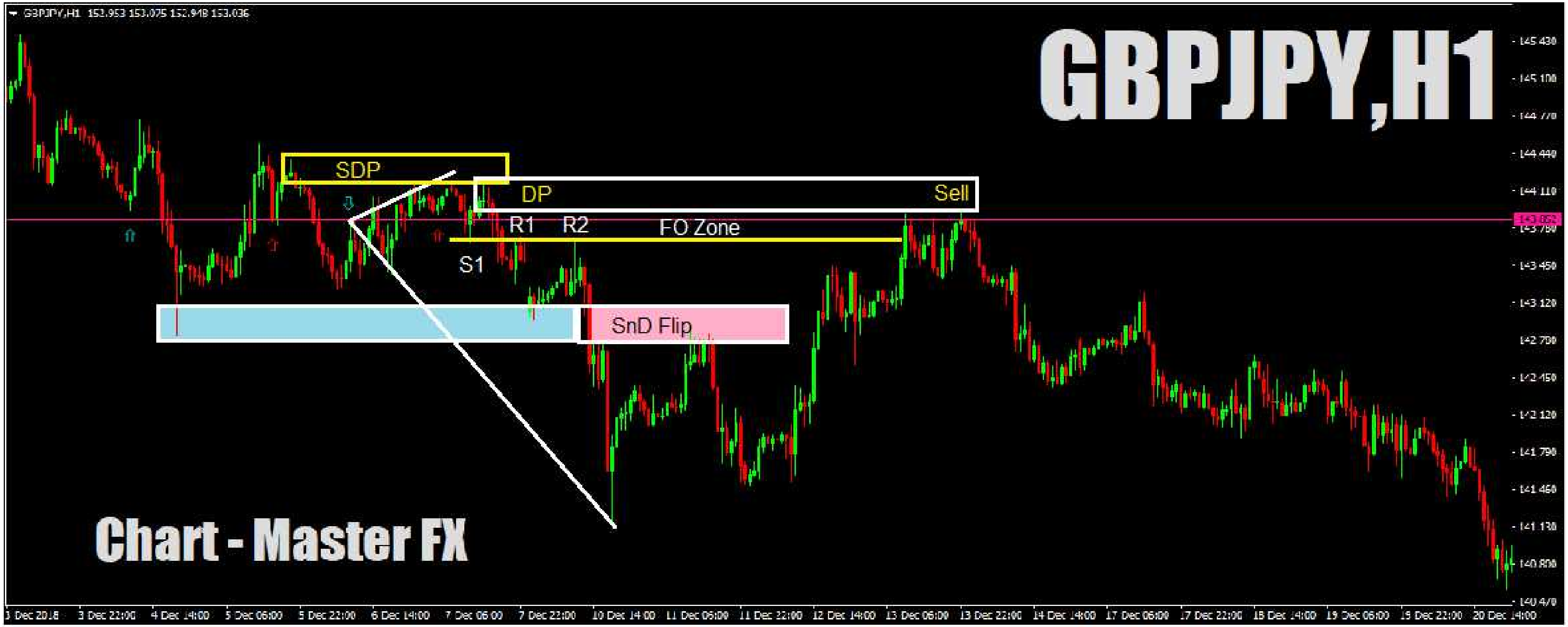
EURJPY, H1, Sell Setup.

- **SDP:** The head of the setup is coming from an SDP.
- **KL:** The key level has both resistance and support touches.
- **MM:** The momentum of price to the downside was strong.
- **OU:** The over and under structure was drawn by connecting the extreme points.
- **DP:** The price failed to respect the decision point aligned with the key level. The price reversed when it had reached the cap area of the RBD.
- **SnD:** The price made a shift from demand to supply.
- **PA:** The price approached the cap area decision point in the form of a 3D.



GBPJPY, H1, Sell Setup.

- **KL:** Valid.
- **MM:** The momentum of the price to the downside was strong.
- **OU:** Kite shaped.
- **DP:** The price reacted to an MPL inside the golden zone by CPLQ and FO.
- **PA:** The price made a CPLQ and FO to the golden zone. As expected the price made a reaction on the CPLQ junction (roadblock) before continuing to the downside.



GBPJPY, H1, Sell Setup.

- **SDP:** The SOP reacted to the SDP.
- **KL:** There is a valid key level with touches from both directions.
- **MM:** The momentum of the price to the downside was fairly strong.
- **SnD:** The price turned from demand to supply before reaching the golden zone.
- **PA:** The price approached the decision point inside the golden zone in the form of a Fake-Out.
- This trade is classified as a low-risk trade.



CADCHF, H1, Sell Setup.

- **KL:** The key level is valid because it has got both resistance and support touches.
- **OU:** The structure of the over and under meets the kite requirements.
- **MM:** The momentum of the price to the downside was strong almost like a straight vertical line.
- **SnD:** The price made a flip from demand to supply.
- **PA:** The price managed to do a Fake-Out to the decision point inside the golden zone. This makes this trade a low-risk setup.



GBPAUD, H1, Buy Setup.

- **SDP:** The setup has an SDP support structure.
- **KL:** The key level has multiple touches both from below and above.
- **OU:** The over-under was constructed by connecting the extreme LL and HH.
- **DP:** The decision point inside the golden zone managed to work successfully.
- **PA:** There was only an SnD flip PA in this setup. This makes this trade a medium-risk setup.



GBPAUD, H1, Sell Setup.

- **KL:** The key level meets the requirements because there is at least one touch from both the top and the bottom.
- **OU:** The over and under diagonal lines meet the kite requirements.
- **DP:** The decision point is valid.
- **PA:** The price approached the decision point in the form of a 3D.



GBPAUD, H1, Buy Setup.

- **KL:** The key level has both support and resistance touches.
- **OU:** The over and under framework meets the requirements of the KLOU anatomic design.
- **MM:** The momentum of price going northwards was fairly strong.
- **DP:** The decision point is valid. It was created when the price made a rally base rally movement.
- **SnD:** SnD flip occurred on this setup.
- **PA:** The price approached this decision point inside the golden zone by CPLQ. This trade is a low-risk setup because it has both SnD flip and PA confirmations.



GBPAUD, H1, Sell Setup.

- **KL:** The key level has both S&R touches, which makes it valid.
- **OU:** The under diagonal line is longer than the over diagonal line as expected.
- **MM:** The momentum of price going southwards was not that strong.
- **DP:** The decision point is located along the key level area. It managed to successfully hold the price.
- **PA:** The price approached the decision point in the form of a 3D.



GBPCAD, M30, Sell Setup.

- **KL:** The key level has both S&R touches, which makes it valid.
- **OU:** The diagonal over-under lines meet the kite requirements.
- **MM:** The momentum of price going southwards was strong. Almost like a straight vertical line.
- **DP:** The decision point is located along the key level area and managed to successfully hold the price on FTB.
- **SnD** The SnD flip PA was present in this setup, which gives more strength to this trade.
- **PA:** The price approached the golden zone in the form of CP.



GBPCAD, M30, Sell Setup.

- **KL:** The key level meets the requirements of the KLOU setup.
- **OU:** The over-under structure is valid.
- **MM:** The momentum of price going down was strong on the first push phase.
- **SnD** The price flipped from demand to supply.
- **DP:** The price reacted to a decision point inside the golden zone.
- **PA:** The price compressed towards the decision point inside the golden zone.



GBPCAD, M30, Sell Setup.

- **KL:** The key level has multiple touches from both below and above.
- **OU:** The over-under structure meets the kite requirements.
- **DP:** The price reacted on the MPL inside the golden zone.
- **PA:** The price approached the MPL in the form of a Fake-Out.



NAS100, H1, Buy Setup.

- **KL:** The blue and red arrows represent support and resistance touches respectively.
- **OU:** The over-under diagonal lines were connected to the key level.
- **DP:** The price reacted at the cap area of the setup.
- **PA:** There is only an SnD flip PA in this setup, which makes this trade a medium-risk setup.



NAS100, H1, Sell Setup.

- **SDP:** This setup was strengthened by the presents of the SDP.
- **KL:** The blue and red arrows represent support and resistance touches.
- **OU:** The over-under was drawn by connecting the extreme points of the setup.
- **ENG:** The underside of the setup managed to engulf a significant low. This gives a clue that the price wants to go further down after the retracement phase.
- **DP:** The price was held by a valid decision point inside the golden zone.
- **PA:** The price approached the golden zone region by CPLQ.



NAS100, M30, Sell Setup.

- **KL:** The key level is valid.
- **OU:** The extreme points of the setup were connected to the KL.
- **MM:** The momentum of the price to the downside was strong.
- **SnD:** The price flipped from demand to supply before reaching the golden zone.
- **DP:** The decision point in the form of an RBD managed to hold the price on FTB.
- **PA:** The price made a fake-out to the decision point of interest.



NAS100, M30, Sell Setup.

- **KL:** The key level has S&R hits.
- **OU:** The over and under diagonal lines fits the requirements of the kite framework.
- **MM:** The momentum of the price was strong to the downside before the retracement.
- **DP:** The price reacted on the cap area of the setup.
- **SnD:** The SnD flip condition was met.
- **PA:** The price approached the cap area in form of compression and a three drive. This makes this setup a low-risk trade.



XAUUSD, M30, Sell Setup.

- **SDP:** Present.
- **KL:** The KL has both S&R touches.
- **OU:** The extreme points were connected to the key level to form a kite shape.
- **ENG:** The price managed to engulf a major support zone.
- **DP:** The price reached a decision point inside the golden zone, and dropped massively.
- **PA:** The price approached the golden zone in the form of a fake-out.



US30, H1, Buy Setup.

- **KL:** The KL is valid with multiple touches from both directions.
- **OU:** The over and under structure is valid, although the diagonal lines were not marked in this setup.
- **MM:** The momentum of the price to the upside was strong.
- **DP:** The price reacted on a decision point inside the golden zone.
- **SnD:** Present.
- **PA:** The price made a 3D approach to the decision point.



US30, M15, Sell Setup.

- **KL:** The key level has both resistance and support touches.
- **OU:** The extreme points; the lower low and the higher high were used to draw the kite shape.
- **MM:** The momentum of the price was strong to the downside.
- **DP:** The price reacted on the decision point at the cap area.
- **PA:** The price made a FO and 3D approach to the decision point.



US30, M15, Sell Setup.

- **KL:** The key level is valid because it has touches from both directions.
- **OU:** The extreme points were connected to the key level, which is in line with the kite requirements.
- **MM:** The momentum of price was fairly strong to the downside.
- **DP:** The price reacted at the cap area of the setup.
- **SnD:** The SnD flip is present.
- **PA:** The price approached the DP in the form of a 3D.
- This trade can be classified as a low-risk trade.



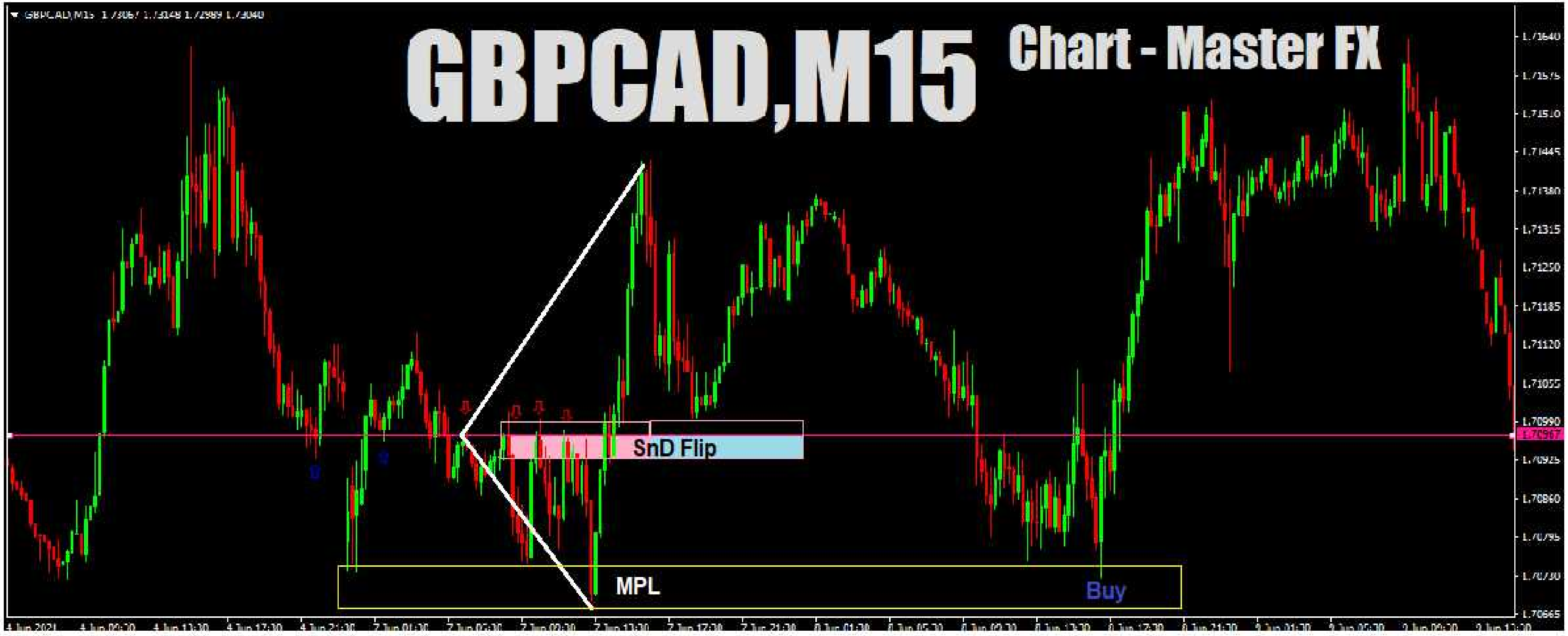
US30, M15, Sell Setup.

- **KL:** The key level is significant.
- **OU:** The over and under diagonal lines meet the kite criteria.
- **ENG:** The price managed to break all the major resistance lines before retracing back to the golden zone.
- **DP:** The price respected the MPL inside the golden zone, although it engulfed it a little bit before dropping down.
- **PA:** There was no PA except the SnD flip.
- This setup can be classified as a medium-risk trade.



XAUUSD, M15, Sell Setup.

- **KL:** The key level is valid.
- **OU:** The extreme points were connected to the key level.
- **MM:** The momentum of price was strong in the first push phase, the momentum started to weaken thereafter.
- **DP:** The decision point inside the golden zone managed to hold the price.
- **PA:** The DP was approached in the form of CPLQ.



GBPCAD, M15, Buy Setup.

- **KL:** The key level has multiple S&R touches, which makes it a good KL.
- **OU:** The over and under diagonal lines were connected to the key level.
- **MM:** The momentum of price to the upside was strong.
- **DP:** The price respected the MPL inside the golden zone.
- **PA:** The price approached the decision point in the form of an SnD flip.
- This trade can be classified as a medium-risk trade.



XAUUSD, M15, Sell Setup.

- **KL:** The key level is significant.
- **OU:** The extreme points were connected to the key level.
- **MM:** The price moved southwards with strong momentum.
- **DP:** The price reacted to a decision point located at the cap area of the setup.
- **SnD:** SnD flip is present in this setup.
- **PA:** The price approached the DP in form of CPLQ and 3D.
- This trade is a low-risk setup.



GBPCAD, M15, Sell Setup.

- **KL:** The KL is valid.
- **OU:** The under diagonal line is longer than the over diagonal line, which is what is expected.
- **MM:** The momentum of price was strong on the first push, then it weakened thereafter.
- **DP:** The price reacted on the DP inside the golden zone.
- **SnD:** The price flipped from demand to support before reaching the golden zone.
- **PA:** The price approached the decision point inside the golden zone in the form of accumulation.



GBPCAD, M15, Sell Setup.

- **KL:** The KL is significant because it has touches from both sides.
- **OU:** The OU structure meets the requirements.
- **ENG:** The price managed to break a lower low that is significant.
- **DP:** The price reacted to an MPL inside the golden zone.
- **PA:** The price approached the MPL in the form of a fake-out together with compression.



GBPAUD, M15, Sell Setup.

- **KL:** The KL has both resistance and support touches, which makes it significant.
- **OU:** The structure of the over-under meets the kite conditions.
- **MM:** The momentum of the price to the downside was strong, it is almost like a straight line.
- **DP:** The price reacted on the cap area.
- **PA:** The price approached the decision point in the form of a 3D and compression.

GBPAUD, M15, Buy Setup.



- **KL:** The key level is valid since it has both S&R touches.
- **OU:** The extreme points of the setup were connected after identifying a valid key level.
- **MM:** The momentum of price to the upside was strong, which is a bonus.
- **DP:** There is only one decision point in this case. The price respected this DP and went up.
- **PA:** There was only an SnD flip PA, which makes it a medium-risk setup.



USDZAR, M15, Sell Setup.

- **KL:** The key level is significant because it has multiple touches both from sides.
- **ENG:** The price managed to engulf a significant low before retracing back to the golden zone.
- **MM:** The momentum of price was fairly strong to the downside.
- **DP:** The price reacted to a valid decision point inside the golden zone.
- **PA:** There was no PA, which makes this a high-risk trade.



ZARJPY, M15, Sell Setup.

- **KL:** The key level is valid.
- **OU:** The over-under conditions are met, although the diagonal lines were not drawn in this case.
- **MM:** The momentum of the price was strong to the downside.
- **DP:** The price reacted on the cap area of the setup.
- **PA:** The price approached the decision point in the form of a 3D.



ZARJPY, M15, Sell Setup.

- **KL:** The KL is valid because it has S&R touches.
- **OU:** The lower low and the higher high of the setup were connected to the key level.
- **ENG:** The price managed to break a significant low, which was an indication that the price wants to go down.
- **DP:** The decision point is in the form of a drop base drop.
- **PA:** There was no PA, which makes this trade a high-risk trade.



ZARJPY, M15, Buy Setup.

- **KL:** The KL has both a resistance and support touch.
- **OU:** The kite structure was drawn by connecting the extreme points.
- **ENG:** The price engulfed one of the highs, however, it failed to engulf the major higher high.
- **DP:** The price reacted on the MPL inside the golden zone.
- **PA:** The price approached the DP in the form of a 3D.



ZARJPY, M15, Sell Setup.

- **SDP:** The setup has an added advantage because it had an SDP.
- **KL:** The KL meets the requirements of the KLOU setup.
- **OU:** The extreme points of the setup were connected to the key level.
- **DP:** The price respected the decision point that is located along the key level area.
- **SnD:** Present.
- **PA:** There was no PA except the SnD flip.
- This trade is classified as a high-risk setup.



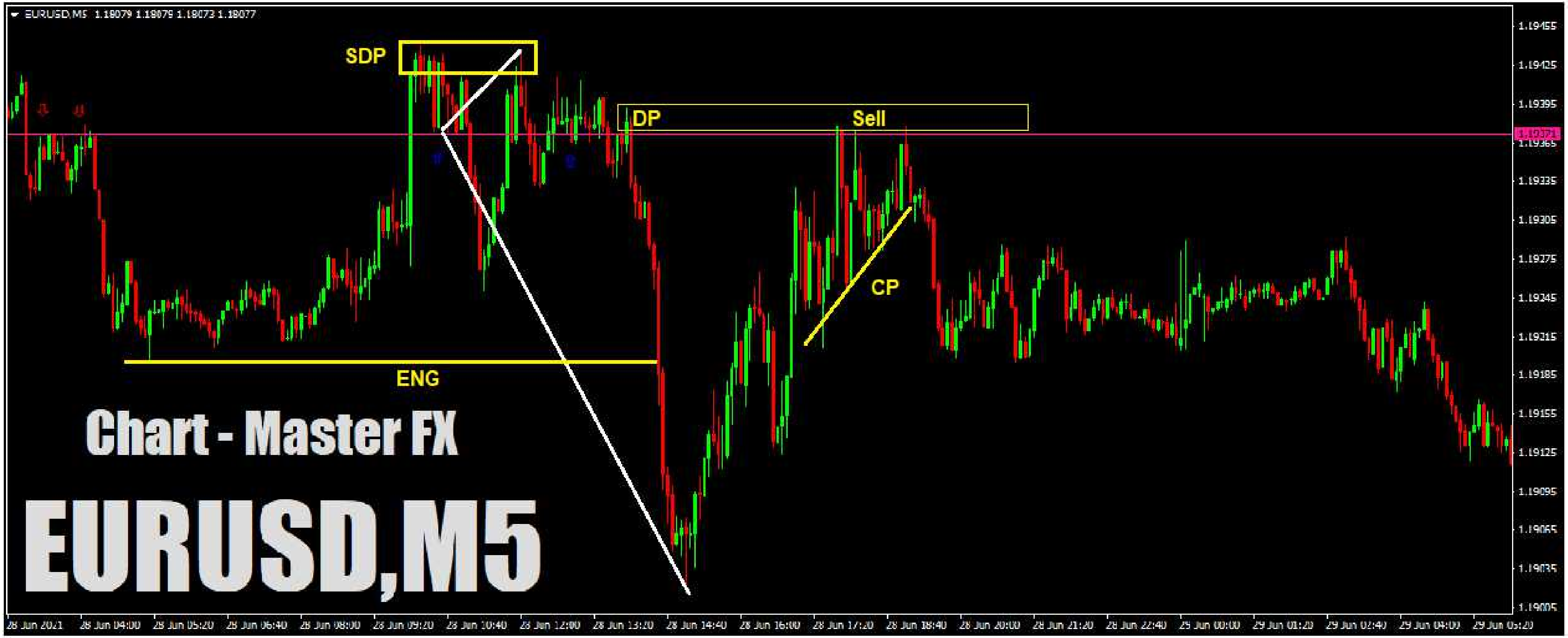
ZARJPY, M15, Sell Setup.

- **SDP:** There is an SDP that successfully managed to hold the SOP.
- **KL:** The key level is valid with multiple touches from both directions.
- **OU:** The KLOU drawing meets the kite requirements.
- **DP:** The price dropped after reaching a decision point inside the golden zone.
- **SnD:** The price flipped from demand to supply before reaching the golden zone.
- **PA:** The price made a compression PA.
- This setup is classified as a low-risk trade.



EURUSD, M5, Sell Setup.

- **SDP:** Present.
- **KL:** Valid.
- **OU:** The extreme points of the setup were connected to the key level.
- **MM:** The momentum of price was strong at the first push but weakened as the price went further down.
- **DP:** The price reacted to a Quasimodo level which is also a valid decision point and dropped.
- **SnD:** Present.
- **PA:** The price approached the QML in the form of accumulation which is simply a staircase pattern.



EURUSD, M5, Sell Setup.

- **SDP:** The SOP was held by an SDP.
- **KL:** The key level is valid.
- **ENG:** The price broke a significant low.
- **MM:** The momentum of the price was strong, looking almost like a straight pole.
- **DP:** The price reacted on a decision point aligned with the key level.
- **PA:** The price decided to approach the decision point in the form of compression.



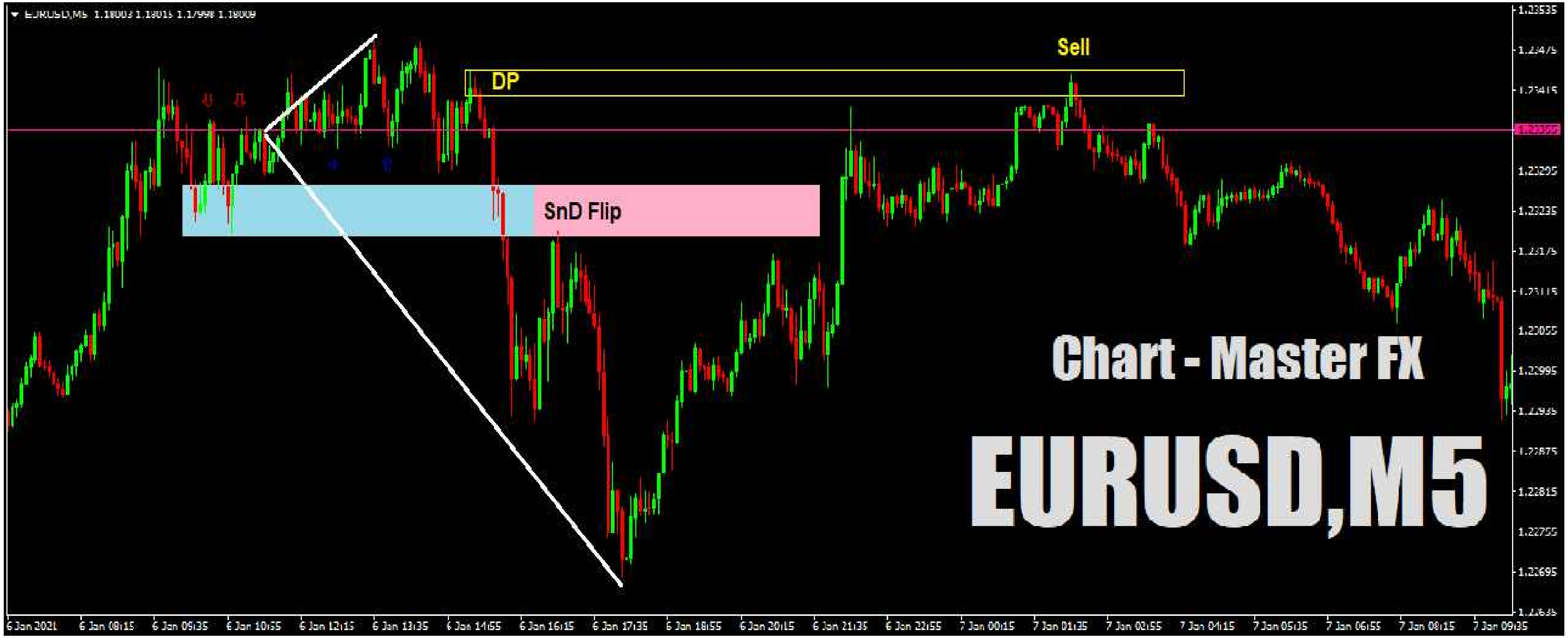
EURUSD, M5, Sell Setup.

- **KL:** The key level has a resistance and support touch, which makes it valid.
- **OU:** The kite shape was drawn and the requirements were met.
- **MM:** The momentum of price in the southeast direction was weak.
- **DP:** The price reacted to a decision point that is aligned along the key level area.
- **PA:** The price made a CPLQ approach to the decision point inside the golden zone.



EURUSD, M5, Sell Setup.

- **SDP:** The SDP is present in this setup.
- **KL:** There is a good key level in this setup, with multiple resistance and support touches.
- **ENG:** The price managed to break significant lower lows before retracing back to the golden zone.
- **MM:** The momentum of the price was strong to the downside, almost like a straight line.
- **DP:** There was only one obvious decision point in this setup.
- **PA:** The price compressed very well to the decision point inside the golden zone before dropping massively.



EURUSD, M5, Sell Setup.

- **KL:** There is a valid KL in this setup.
- **OU:** The under diagonal line is longer than the over diagonal line, which is as expected.
- **MM:** The momentum of the price was strong to the downside.
- **DP:** The decision point inside the golden zone managed to hold the price.
- **SnD:** SnD flip is present.
- **PA:** The price approached the decision point in the form of accumulation.



EURTRY, H1, Sell Setup.

- **KL:** Valid.
- **OU:** The kite requirements are met.
- **MM:** The momentum of the price was strong to the downside on the first push and started to lose momentum thereafter.
- **DP:** Valid.
- **SnD:** SnD flip present.
- **PA:** The price made a 3D approach to the decision point.



EURTRY, H1, Sell Setup.

- **KL:** The key level has S&R touches, which makes it valid.
- **OU:** The OU structure design meets the kite conditions.
- **MM:** The momentum of the price to the downside was strong.
- **DP:** The price managed to react to a decision point inside the golden zone.
- **SnD:** The SnD flip PA is present in this setup.
- **PA:** The price made a CPLQ approach.
- This trade is classified as a low-risk trade.



GER30, M30, Sell Setup.

- **KL:** The key level has both touches from above and below.
- **OU:** The OU structure meets the kite requirements.
- **DP:** The price managed to react on the decision point aligned with the key level for a while before going to another decision point inside the golden zone.
- **PA:** There was only one general PA that is the SnD flip.
- This trade is classified as a medium-risk trade.



Copper, H4, Sell Setup.

- **KL:** The key level is considered valid because it has touches from both sides.
- **OU:** The extreme lower low and higher high were connected to the key level.
- **MM:** The momentum of price was fairly good to the downside with pauses along the way.
- **DP:** The decision point is located along the key level.
- **SnD:** The price turned from demand to supply as it was approaching the golden zone.
- **PA:** The price approached the decision point in the form of a 3D.



Copper, H1, Sell Setup.

- **KL:** The key level is valid because it has touches from both directions.
- **OU:** The over and under structure meets the kite requirements.
- **MM:** The momentum of price was strong at first but started to weaken as the price continued going down.
- **DP:** The price reacted to the MPL inside the golden zone.
- **SnD:** The SnD flip condition was satisfied.
- **PA:** The price approached the MPL in the form of a Fake-Out.
- This trade is classified as a low-risk setup.



Copper, H1, Sell Setup.

- **KL:** The key level has multiple touches of support and resistance.
- **OU:** The over-under structure is valid with an upper short diagonal and a lower long diagonal.
- **DP:** The price reacted to a decision point located inside the golden zone.
- **SnD:** The price made a supply/demand flip.
- **PA:** The approach of price to the decision point was in the form of CPLQ.
- This trade is classified as a low risk trade.



XAGUSD, H4, Sell Setup.

- **KL:** The key level has multiple touches from both sides.
- **OU:** The over and under diagonal lines meet the kite criteria.
- **MM:** The momentum of the price to the downside was fairly good.
- **DP:** There was only one clear decision point inside the golden zone.
- **SnD:** The price flipped from demand to supply.
- **PA:** The price approached the decision point by compression.
- This trade is a low-risk setup.

XAGUSD, H1, Buy Setup.



- **KL:** The key level is valid.
- **OU:** The extreme points of the over-under were connected to the key level.
- **MM:** The momentum of price to the upside was weak.
- **DP:** There was only one clear central decision point in this setup.
- **PA:** The price approached the decision point in the form of a 3D.



AUS200, M15, Sell Setup.

- **KL:** The key level has multiple S&R touches.
- **OU:** The over-under diagonal lines were drawn by connecting the extreme points of the setup.
- **MM:** The momentum of price were strong to the downside.
- **DP:** The price managed to react just for a little while on the decision point aligned at the key level. Thereafter, it went to react on the decision point above it.
- **SnD:** The SnD flip condition was present in this setup.
- **PA:** The price compressed to a decision point of interest and the price dropped.



AUS200, M15, Sell Setup.

- **KL:** The key level has multiple S&R touches.
- **OU:** The over-under diagonal lines were drawn by connecting the extreme points of the setup.
- **MM:** The momentum of the price was strong to the downside.
- **DP:** There was one obvious decision point inside the golden zone.
- **PA:** The price made an FO to the decision point of interest and the price dropped.

FINAL WORDS

Thank you for purchasing this e-book. If you want this strategy to work for you, I recommend you to do a lot of Back-testing and Forward-testing until you reach a level of mastery. For any questions concerning this book, please feel free to email me at chartmasterfx@gmail.com. Wish you the best in your trading career.

Lastly, we have a Telegram Channel that is active. You can join and interact with other traders to sharpen your trading skills. We also share free content that helps you to achieve your trading goals. Telegram link: https://t.me/chartmasterfx

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